



## CFC Carbon Project Fees for 2021

April 27, 2021

**Planting Projects – applies to projects with all project trees planted by 12/31/2021**

Type	Amount	Due	Notes
Application Fee	\$1,500	Invoiced by CFC with CFC Approval Letter of Application	All fees contained in PIA with Project Operator
Registry Account Fee	\$1,000	Invoiced by CFC after first credit sale	One-time only
Credit Sale Fee – for first credit issuance after planting (Year 0, 12/31/2021), 10% of projected credits	Greater of \$3 per credit or 10% of the sales price of credits	Net 30 after Project Operator receives proceeds from any sale 1/1/2021-12/31/2025	“10% of the sales price of credits” equals 10% of the sales price per credit times number of credits sold
Credit Sale Fee – for second credit issuance at Year 4 (1/1/2025), 40% of projected credits	10% of sales price of credits but no less than \$5 per credit	Net 30 after Project Operator receives proceeds from any sale 1/1/2025-12/31/2027	Same as above
Credit Sale Fee - for third credit issuance at Year 6 (1/1/2027), 30% of projected credits	10% of sales price of credits but no less than \$7 per credit	Net 30 after Project Operator receives proceeds from any sale 1/1/2027-12/31/2047	Same as above
Credit Sale Fee - for last credit issuance: at Year 25 (2047), 20% or true-up of credits	10% of sales proceeds	Net 30 after Project Operator receives proceeds from any sale in 2047 and after	Same as above
Verification Fee	\$500 at planting and at Year 4, \$1,000 at Year 6; \$2,000 at Year 26; for all credit issuances, \$4,000 over 25 years	Invoiced by CFC after verification in 2021, 2025, 2027, and 2047	CFC retains and pays third party verifier; passes cost to Project Operator in the PIA

**Preservation Projects – applies to projects with credits issued in 2021 or 2022**

<b>Type</b>	<b>Amount</b>	<b>Due</b>	<b>Notes</b>
Application Fee	\$1,500	Invoiced by CFC with CFC Approval Letter of Application	All fees contained in PIA with Project Operator
Registry Account Fee	\$1,000	Invoiced by CFC after first credit sale	One-time only
Credit Sale Fee	Greater of \$3 per credit or 10% of the sales price of credits	Net 30 after Project Operator receives proceeds from any sale	“10% of the sales price of credits” equals 10% of the sales price per credit times number of credits sold
Verification Fee	\$1,500	Invoiced by CFC after verification	CFC retains and pays third party verifier; passes cost to Project Operator in the PIA

Because urban forest carbon projects are small compared to large-scale projects that many experienced carbon developers and project owners are used to, urban forest projects cannot pay fees according to the schedules of registries like CAR, ACR, or VERRA that cater to large projects. As a result, our project level fees are much lower than the large carbon registries and our credit level fees are higher per credit. This allows small carbon projects to operate without prohibitive up front and ongoing fees.