

Proposed distribution of funds from the Carbon Credit program.

The Shannondale Carbon Credit program will result in two kinds of occasion for distribution of funds, the initial payout, and then subsequent annual credits to be sold. Below lays out the proposed distribution of each kind.

The funds from **initial** Carbon Credits when sold will be distributed in the following manner (after expenses and set asides are deducted, plus any inaugural one time grant to Shannondale for immediate capital expenses):

10% National OCWM
15% MMSC Reserve Fund
75% Shannondale Reserve Fund

Annual carbon credits received when sold will be distributed (after related expenses) as follows:

10% National OCWM
10% MMSC Reserve Fund
30% Shannondale Reserve Fund
35% Shannondale operations or split out to cover capital expenditures and major maintenance
15% MMSC operations

Adopted: Aug 24, 2013