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DEC - 8 2004

MINISTRY OF FORESTS

Little Shuswap Indian Band Forest and Range Agreement (the "Agreement")

Between: Little Shuswap Indian Band

As represented by Chief Felix Arnouse and Council

#### And

Her Majesty the Queen in Right of the Province of British Columbia

As represented by the Minister of Forests

(the "Government of British Columbia")

(collectively the "Parties")

#### Whereas:

- The Little Shuswap Indian Band has Aboriginal Interests within its Traditional Territory.
- The Parties wish to enter into an interim measures agreement in relation to forest and/or range resource development activities and related economic benefits arising from this development within the Traditional Territory.
- The Government of British Columbia intends to fulfil any responsibility it has to consult and to seek workable accommodation with the Little Shuswap Indian Band on forest and/or range resource development activities proposed within the Traditional Territory that may lead to the infringement of the Little Shuswap Indian Band's Aboriginal Interests.
- Little Shuswap Indian Band has a responsibility to participate in any
  consultation initiated by the Government of British Columbia or a
  Licensee, in relation to forest and/or range resource development
  activities proposed within the Traditional Territory, that may lead to
  an infringement of Little Shuswap Indian Band's Aboriginal Interests.
- The Parties have an interest in seeking workable interim accommodation of Little Shuswap Indian Band's Aboriginal Interests

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where forest and/or range resource development activities are proposed within the Traditional Territory that may to lead to the infringement of Little Shuswap Indian Band's Aboriginal Interests.

 The Government of British Columbia and the Little Shuswap Indian Band wish to resolve issues relating to forest and/or range resource development activities where possible through negotiation as opposed to litigation.

Therefore the Parties agree as follows:

#### 1.0 Definitions

For the purposes of this Agreement, the following definitions apply:

- 1.1 "Aboriginal Interests" means asserted and/or proven aboriginal rights and/or aboriginal title.
- 1.2 "Administrative Decision" means one or more of the following decisions made by a person under forestry legislation:
  - the decision setting or varying the Allowable Annual Cut (AAC) for a Timber Supply Area or a Forest Tenure;
  - the issuance, consolidation, subdivision or amendment of a Forest Tenure or a Range Tenure;
    - the adjustment of Animal Unit Month to a Range Tenure;
    - the replacement or extension of a Forest Tenure or a Range Tenure;
  - the transfer or change of control of a Forest Tenure or a Range Tenure, including any associated reductions to Forest Tenure AAC and exchange of rights between or among tenure holders;
  - the disposition of volumes of timber arising from undercut decisions on a Forest Tenure:
  - the conversion of a Timber Sale Licence or Timber Licence to another form of Forest Tenure;
  - the issuance of a Special Use Permit; and,
  - the establishment of a interpretative forest site, recreation site and/or recreation trail.
- 1.3 "Forest Tenure" means an agreement granting rights to harvest Crown timber as defined in the Forest Act.
- 1.4 "Licensee" means a holder of a Forest Tenure or a Range Tenure.

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- 1.5 "Operational Decision" means a decision that is made by a person with respect to the statutory approval of a Forest Development Plan, a Forest Stewardship Plan, a Woodlot Licence Plan, a Range Use Plan or a Range Stewardship Plan that has an effect in the Traditional Territory.
- 1.6 "Operational Plan" means a Forest Development Plan, Forest Stewardship Plan, a Woodlot Licence Plan, a Range Use Plan, or a Range Stewardship Plan that has an effect in the Traditional Territory.
- 1.7 "Range Tenure" means an agreement granting rights over Crown range as defined in the Range Act.
- "Response Period" means a period of up to 60 days from initiation of the processes set out in Sections 4 and 5 of this Agreement, where the initiation date is the date on which Little Shuswap Indian Band is notified of an Administrative Decision or Timber Supply Review process, or in the case of Operational Plan reviews, the date on which Little Shuswap Indian Band receives the plan to be reviewed. Where an emergency operation arises and/or expedited salvage has to occur, the Response Period will be shortened accordingly, but will not be less than the time period for advertising Operational Plans for those operations.
- 1.9 "Traditional Territory" means the Little Shuswap Indian Band asserted traditional territory as shown on bold black on the map attached in Appendix A.

#### 2.0 Purpose

The purposes of this Agreement are to:

- 2.1 Increase the Little Shuswap Indian Band's opportunity for participation in the forest sector.
- 2.2 Provide economic benefits to the Little Shuswap Indian Band through a forest tenure opportunity and/or the sharing of revenues received by the Government of British Columbia from forest resource development activities.
- 2.3 Address consultation and to provide an interim workable accommodation, as set out in this Agreement, with regard to any infringements of Little Shuswap Indian Band's Aboriginal

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Interests that result from Administrative Decisions and/or Operational Decisions relating to forest and/or range resource development activities within the Traditional Territory, during the term of this Agreement.

2.4 Provide a period of stability to forest and/or range resource development activities on Crown lands within the Traditional Territory during the term of this Agreement, while longer-term interests are addressed through other agreements or processes.

### 3.0 Economic Benefits to Little Shuswap Indian Band

During the term of this Agreement, the Government of British Columbia will adopt the consultation processes set out in Sections 4.0 and 5.0 of this Agreement and will provide one or more of the following economic benefits to Little Shuswap Indian Band to address consultation and to provide an interim workable accommodation, as set out in this Agreement, in respect of any infringements of Little Shuswap Indian Band's Aboriginal Interests that result from Administrative Decisions and/or Operational Decisions relating to forest and/or range resource development activities within the Traditional Territory.

#### 3.1 Forest Tenure

- 3.1.1 After the execution of this Agreement by the Parties, and after the Minister has determined that sufficient volume of timber is available for disposition to Little Shuswap Indian Band as a result of the implementation of the Forestry Revitalization Act, the Minister will invite Little Shuswap Indian Band to apply under section 47.3 of the Forest Act for a non-replaceable forest licence (the "licence") for up to 15,807 m3 (comprised of 8,782 m3 of takeback AAC and 7,025 m3 of beetle uplift volume) annually in the Kamloops TSA.
- 3.1.2 For greater certainty, the maximum volume that may be available under the licence referred to in Section 3.1 will be up to 79,035 cubic meters over 5 years.
- 3.1.3 If the intended holder of the licence(s) is a legal entity other than the Little Shuswap Indian Band, this Agreement must include supporting documentation stating that the intended holder has been validly appointed by the Little Shuswap Indian Band as its

representative and that the Little Shuswap Indian Band holds the controlling interest in that legal entity.

- 3.1.4 An invitation to apply for a licence (an"invitation") and any licence entered into as a result of the invitation to apply under this Agreement will be subject to the policies, regulations and statutes of British Columbia as amended from time to time.
- An invitation will be subject to a condition that prior to Little Shuswap Indian Band making an application for the licence, the Ministry of Forests will identify potential operating areas for the licence, and the Parties will work together to identify the operating area for the licence from the potential areas identified. If possible, the operating area will be within the Traditional Territory.
- 3.1.5 A licence entered into as a result of an invitation to apply under Section 3.1 of this Agreement will:
  - 3.1.6.1 be for a term of no longer than 5 years, as determined by the Minister;
  - 3.1.6.2 contain other terms and conditions required by law, including the condition that Little
    Shuswap Indian Band must comply with this Agreement; and, include other terms and conditions as may be required by the regional manager and may also include a term that
    Little Shuswap Indian Band may not dispose of the licence or an interest in the licence except in accordance with the Forest Act.
  - 3.1.7 If the term of the licence entered into as a result of an invitation to apply under this Agreement exceeds the term of this Agreement, then that licence may be referenced in and considered to be an economic benefit that addresses consultation and provides an interim workable accommodation in respect of any infringement of Little Shuswap Indian Band's Aboriginal Interests, in any subsequent Forest and Range Agreement between Little Shuswap Indian Band and the Government of British Columbia, for the purposes described in Section 3.0.

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#### 3.1.8 Subject to:

3.1.8.1 the Government of British Columbia and Little Shuswap Indian Band entering into another interim measures agreement providing for an invitation to apply for a licence; and,

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3.1.8.2 the Minister determining that there is sufficient volume of timber available for disposition to Little Shuswap Indian Band, the Minister may invite Little Shuswap Indian Band to apply for a subsequent licence under the Forest Act for a term that would commence after the expiry of this Agreement.

#### 3.2 Range Tenure

- 3.2.1 Under the provisions of Section 14.1 of the Range Act, the Little Shuswap Indian Band will be directly awarded 100 AUM's ("the range portion") or 10 tonnes of hay on an annual basis for the term of the agreement. If the Little Shuswap prefers the range portion, they will be provided, subject to availability.
- 3.2.2 Subject to the Range Act being amended to provide for the direct award of range permits, the Little Shuswap may be invited to apply for a range permit if such an opportunity is available.

#### 3.3 Revenue Sharing

- 3.3.1 During the term of this Agreement, the Government of British Columbia will pay to Little Shuswap Indian Band approximately \$146,360 annually for purposes described in Section 3.0.
- 3.3.2 The funding commitment set out in Section 3.3.1 is subject to the availability of annual appropriations for that purpose by the Government of British Columbia.
- 3.3.3 For the purposes of determining amounts for partial years, one-fourth (i.e. 1/4) of the annual amount will be used for each fiscal quarter or part thereof that the Agreement is in effect. Payments will be made quarterly.

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- 3.3.4 Upon signing of this Agreement, the Little Shuswap Indian Band will be paid the full revenues for the quarter in which the Agreement is signed with subsequent payments being made at the end of each quarter.
- 3.3.5 Little Shuswap Indian Band will maintain financial records and prepare financial statements in relation to the revenues and expenditures provided for in this Agreement, in accordance with generally accepted accounting principles for each year of this Agreement.
- 3.3.6 Upon request, Little Shuswap Indian Band will conduct an audit of the revenue sharing expenditures and will provide a copy of the audit to the Government of British Columbia.

## 4.0 Consultation and Accommodation Regarding Operational Plans

- The Government of British Columbia agrees to consult with Little Shuswap Indian Band on Operational Plans that may potentially infringe Little Shuswap Indian Band's Aboriginal interests within the Traditional Territory, except for any economic component of those interests that the Parties agree are addressed by the economic benefits provided for under Section 3.0 of this Agreement.
- During the term of this Agreement, Little Shuswap Indian Band agrees that the Government of British Columbia has fulfilled its duties to consult and to seek interim workable accommodation with respect to the economic component of potential infringements of Little Shuswap Indian Band's Aboriginal Interests in the context of Operational Decisions that the Government of British Columbia will make and any forest practices or range practices that may be carried out under an Operational Plan in the Traditional Territory.
- 4.3 Little Shuswap Indian Band agrees to fully participate, as set out in this section, in the review of all Operational Plans dealing with forest development within the Traditional Territory provided to them by the Government of British Columbia, and by Licensees.
- 4.4 In reviewing and responding to an Operational Plan submitted to them, Little Shuswap Indian Band will, within the Response Period, provide the Party that supplied the plan to them with all

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reasonably available information that will identify any potential impacts to their Aboriginal Interests that may occur as a result of proposed forest and/or range resource development activities within the Traditional Territory, other than the economic component of those Interests that the Parties agree are addressed by the economic benefits provided for under Section 3.0.

- 4.5 Upon receiving the response from Little Shuswap Indian Band as specified in Section 4.4, the Government of British Columbia and/or the Licensee will discuss and attempt to resolve with Little Shuswap Indian Band any site specific operational impacts on Little Shuswap Indian Band's Aboriginal Interests that may occur as a result of proposed forest and/or range resource development activities within the Traditional Territory, other than the economic component of those Aboriginal Interests that the Parties agree are addressed by the economic benefits provided for under Section 3.0.
- 4.6 If no response is received from Little Shuswap Indian Band within the Response Period, then the Government of British Columbia may assume that Little Shuswap Indian Band does not intend to respond or participate in the consultation process in respect of the Operational Plan and that a decision on the Operational Plan may proceed.
- 4.7 In making a final decision on an Operational Plan, the Government of British Columbia will fully consider information it receives from Little Shuswap Indian Band, whether received directly or through a Licensee, and will consider whether concerns identified by Little Shuswap Indian Band have been addressed.

# 5.0 Consultation and Accommodation Respecting Administrative <u>Decisions</u>

5.1 The Government of British Columbia will provide to Little Shuswap Indian Band on an annual basis a list of all proposed Administrative Decisions anticipated within the year that will have an effect in the Traditional Territory, and either upon the request of Little Shuswap Indian Band or when the Government of British Columbia becomes aware of other proposed Administrative Decisions, will provide to Little Shuswap Indian Band an updated list.

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- 5.2 The Government of British Columbia will meet with Little Shuswap Indian Band at mutually agreed times throughout the year to provide an opportunity for Little Shuswap Indian Band to make known to representatives of the Government of British Columbia their concerns and comments relative to the effect of the Administrative Decision(s) on their Aboriginal Interests within the Traditional Territory.
- 5.3 The Government of British Columbia will include Little Shuswap Indian Band in public Timber Supply Review processes that will lead to AAC determinations made pursuant to Section 8 of the Forest Act for the Kamloops Timber Supply Area.
- 5.4 Little Shuswap Indian Band agrees to fully participate, within the Response Period, in public Timber Supply Review processes by providing all reasonably available information about their Aboriginal Interests within the Traditional Territory potentially affected by AAC determinations to be made pursuant to Section 8 of the Forest Act.
- 5.5 The Parties acknowledge that the public Timber Supply Review processes will be consistent with approved land use plans when higher-level objectives have been established.
- 5.6 If after considering the concerns and comments of Little Shuswap Indian Band, the statutory decision maker is of the opinion that an Administrative Decision creates a potential infringement of Little Shuswap Indian Band's Aboriginal Interests that is not adequately addressed by the economic benefits provided by the Government of British Columbia in Section 3.0, the statutory decision maker will seek to address the concerns and comments in the Administrative Decision or through the process in Section 4.0 of this Agreement.
- 5.7 The Government of British Columbia will provide a response to Little Shuswap Indian Band as to how their concerns raised in Section 5.2 have been addressed.
- 5.8 Little Shuswap Indian Band agrees that in consideration of the economic benefits provided by the Government of British Columbia in Section 3.0 and adherence to the consultation processes in Sections 4.0 and 5.0 of this Agreement, the Government of British Columbia has fulfilled its duties to consult and to seek an interim workable accommodation with respect to the economic component of potential infringements of Little Shuswap Indian Band's Aboriginal Interests resulting

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from Administrative Decisions made by statutory decision makers from time to time during the term of this Agreement.

5.9 Little Shuswap Indian Band further agrees that, in consideration of Sections 5.1 to 5.7 of this Agreement, the Government of British Columbia has, for the purposes of this Agreement, developed an adequate consultation and interim workable accommodation process with respect to potential infringements of their Aboriginal Interests resulting from Administrative Decisions made by statutory decision makers from time to time during the term of this Agreement that may go beyond the economic component of Little Shuswap Indian Band's Aboriginal Interests.

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### 6.0 Stability for Land and Resource Use

6.1 Little Shuswap Indian Band will respond as soon as is reasonably possible to any discussions initiated by the Government of British Columbia and will work co-operatively to assist in resolving any issues that may arise where acts of intentional interference by Little Shuswap Indian Band members with provincially authorized activities related to forest and/or range resource development activities including timber harvesting or other forestry economic activities occur.

### 7.0 Dispute Resolution

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- 7.1 If a dispute arises between the Government of British Columbia and Little Shuswap Indian Band regarding the interpretation of a provision of this Agreement, the Parties or their duly appointed representatives will meet as soon as is practicable to attempt to resolve the dispute.
- 7.2 If the Parties are unable to resolve differences at the appropriate level, the interpretation issue will be raised to more senior levels of the Government of British Columbia and Little Shuswap Indian Band.
- 7.3 The Parties may choose other appropriate approaches to assist in reaching resolution of the interpretation issue.

#### 8,0 Term

- 8.1 This Agreement will take effect on the date on which the last Party has executed it.
- 8.2 This Agreement will terminate on the occurrence of the earliest of any of the following events:
  - 8.2.1 five years from the date this Agreement is executed: or.
  - 8,2.2 the coming into effect of a treaty between the Parties; or,
    - 8.2.3 the mutual agreement of the Parties; or,
    - 8.2.4 the date on which the Government of British Columbia cancels the economic benefit(s) under this Agreement pursuant to Section 9.0; or,
    - 8.2.5 upon written notice of withdrawal from this
      Agreement by either Party, which will take effect 90

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days following receipt of the notice by the other Party.

If this Agreement is terminated in accordance with Section 8.2, then the Minister may terminate the economic benefits under this Agreement.

### 9.0 Suspension or Cancellation of Economic Benefits by the Minister

- Without limiting the actions that may be taken by the Minister of 9.1 Forests or by the Government of British Columbia, the Minister or a person authorized by the Minister may suspend or cancel revenue sharing payments and the licence(s) entered into as a result of the invitation under this Agreement, if the Minister or a person authorized by the Minister determines that Little Shuswap Indian Band is not in compliance with this Agreement.
- Prior to taking any action referred to in Section 9.1, the 9.2 Government of British Columbia will provide notice to Little Shuswap Indian Band of any alleged contravention of this Agreement that may lead Little Shuswap Indian Band being determined to not be in compliance with this Agreement.
- If, during the term of this Agreement, Little Shuswap Indian 9.3 Band challenges or supports a challenge to an Administrative Decision and/or Operational Decision or an Operational Plan or activities carried out pursuant to those decisions/plans, by way of legal proceedings or otherwise, on the basis that the economic benefits set out in Section 3.0, and the consultation processes set out in Sections 4.0 and 5.0 of this Agreement are not adequate or sufficient to:
  - provide adequate consultation, to substantially address 9.3.1 Little Shuswap Indian Band's concerns and to provide an interim workable accommodation in respect of any potential infringements of Little Shuswap Indian Band's Aboriginal Interests with regard to Administrative Decisions relating to forest and/or range resource development activities within the Traditional Territory, or
  - substantially address the economic component of Little 9.3.2 Shuswap Indian Band's Aboriginal Interests with regard to Operational Decisions relating to forest and/or range resource development activities within the Traditional Territory, then, without limiting any other remedies that

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may be available to the Government of British Columbia, the Government of British Columbia may suspend or cancel the economic benefits set out in Section 3.0.

If the Minister or a person authorized by the Minister cancels any economic benefits as a result of this Agreement, then this 9.4 Agreement may be terminated.

# 10.0 Renewal of the Agreement

- Prior to this Agreement terminating in accordance with Section 8.2, and subject to Section 10.3, if the terms and conditions of this Agreement are being met, the Government of British Columbia and Little Shuswap Indian Band will seek the necessary authorities and approvals to renew this Agreement.
- 10.2 Any subsequent forestry agreement between the Government of British Columbia and Little Shuswap Indian Band may provide for an opportunity to acquire a licence, and/or other economic benefits, as well as other terms and conditions that are agreed to by the Parties.
- 10.3 The revenue sharing set out in this Agreement reflects an amount that the Government of British Columbia is willing to pay, subject to available appropriations, as an interim measure and Little Shuswap Indian Band has agreed to accept as an interim measure for the term of this Agreement.

## 11.0 Amendment of Agreement

- 11.1 Any alteration or amendment to the terms and conditions of the Agreement must be in writing and duly executed by the Parties.
- Either Party may request the participation of the other Party to review the effectiveness of this Agreement annually or as requested and consider amendments to this Agreement.

### 12.0 Entire Agreement

This Agreement and any amendment to it constitute the entire Agreement between the Parties with respect to the subject matter of this Agreement.

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#### 13.0 Notice

- 13.1 Any notice or other communication that is required to be given or that a Party wishes to give to the other Party with respect to this Agreement, will be in writing and will be effective if delivered, sent by registered mail, or transmitted by facsimile to the address of the other Party as in this section of the Agreement.
- Any notice or other communications will be deemed to have been given on the date it is actually received, if received before 4:00 p.m. If received after 4:00 p.m., it will be deemed to have been received on the next business day.
- 13.3 The address of either Party may be changed by notice in the manner set out in this section of the Agreement.

#### British Columbia

Deputy Minister
Ministry of Forests
P.O. Box 9525 STN PROV GOVT
Victoria B.C. V8W 9C3
Telephone (250) 387-3656
Facsimile (250) 953-3687

### Little Shuswap Indian Band

Chief Felix Arnouse and Council Little Shuswap Indian Band Box 1100 Chase, B.C. V0E 1M0 Telephone: (250) 679-3203 Facsimile: (250) 679-3220

#### 14.0 Miscellaneous

- 14.1 Nothing in this Agreement shall be interpreted in a manner that requires the Government of British Columbia to act in a manner inconsistent with provincial or federal law, or that fetters the statutory discretion of any government decision-maker.
- 14.2 This Agreement is not a treaty or a lands claims agreement within the meaning of section 25 and 35 of the Constitution Act, 1982 and does not recognise, define, amend, affirm, deny or

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limit any priorities afforded to aboriginal rights, including aboriginal title, or treaty rights, other than as provided in this Agreement.

- 14,3 Subject to Section 9.3, this Agreement will not limit the positions that a Party may take in future negotiations or court actions.
- 14.4 This Agreement shall not be interpreted as addressing any potential infringements other than potential infringements that may result from decisions contemplated by this Agreement during the term of this Agreement. Nothing in this Agreement shall be interpreted to authorize any infringement that may occur following the termination of this Agreement.
- 14.5 Any reference to a statute in this Agreement includes all regulations made under that statute and any amendments or replacement of that statute and its regulations.
- 14.6 There will be no presumption that any ambiguity in any of the terms of this Agreement should be interpreted in favour of either Party.
- 14.7 The applicable laws of British Columbia and Canada shall govern this Agreement.
- 14.8 This Agreement may be entered into by each Party signing a separate copy of this Agreement, including a photocopy or faxed copy, and delivering it to the other Party by fax. Each facsimile will be deemed to be an original for all purposes and all counterparts taken together will be deemed to constitute one document.

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Signed on behalf of:

Little Shuswap Indian Band

Date: SEPT 25, 2004

Chief or Chief Councillor

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Signed on behalf of:

Government of British Columbia Date: 1 200 -

Michael de Jong Minister of Forest

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# APPENDIX A LITTLE SHUSWAP INDIAN BAND ASSERTED TRADITIONAL TERRITORY



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Chief Felix Arnouse Little Shuswap Indian Band Box 1100 Chase, British Columbia V0E 1M0

#### Dear Chief Felix Arnouse:

In accordance with the Little Shuswap Indian Band Forest and Range Agreement (Agreement) dated September 28, 2004, I invite the Little Shuswap Indian Band, or its appointed entity, (the applicant), to apply for a non-replaceable forest licence (the licence) under Section 47.3 of the *Forest Act*. The licence will have a term of five years in length, and will authorize the harvest of up to 15 807 cubic meters per year (8 782 cubic meters Base Allowable Annual Cut (AAC) and 7 025 cubic meters Mountain Pine Beetle Partition Uplift AAC within the Kamloops Timber Supply Area (TSA)). The maximum volume available will be 79 035 cubic meters over five years.

Any direction that I may give to the regional manager under Section 47.3 of the *Forest Act* to enter into a licence with the intended holder of the licence, subject to the regional manager and the intended holder of the licence being able to agree on the terms and conditions of the licence, is conditional upon receipt of a completed application from the applicant that is satisfactory and considered appropriate in the circumstances to make that direction at that time.

The conditions of the licences are as follows:

- A. The licence provides a right to harvest timber issued in cutting authorities, subject to requirements described within the Forest Act, Forest Practices Code of British Columbia Act, Forest and Range Practices Act, and associated regulations.
- B. Once the licence is issued, it cannot be transferred, unless in accordance with the *Forest Act*.
- C. All coniferous sawlogs, grade 3 logs, and grade 4 logs authorized under cutting authorities for harvest will be charged against the volume offered under this licence.

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- D. Prior to Little Shuswap Indian Band making application for the licence, the Kamloops District Manager, or his staff, and Little Shuswap Indian Band will identify potential operating areas for the licence. The parties will work together to identify the operating area for the licence from the potential areas identified. If possible, the operating area will be within Little Shuswap Indian Band's Traditional Territory. The approved operating area will be identified within the licence document.
- E. The licensee will be required to undertake all operational planning, engineering, and silviculture work and associated costs under this licence in accordance with the Forest Practices Code of British Columbia Act (FPC) or the Forest and Range Practices Act.
- F. Timber pricing will be calculated in accordance with policy and procedures referred to under Section 105 of the *Forest Act*, and described in the *Interior Appraisal Manual*. Timber will be scaled in accordance with the *Forest Act* and the *Scaling Regulations* (BC Reg. 446/94).
- G. The successful applicant may be required to submit a "security" for silviculture liabilities in accordance with the Security for Forest and Range Practices Liabilities Regulation (BC Reg. 20/04). The district manager, or his staff, will advise the licensee of silviculture securities, should they be deemed necessary.
- H. The licensee may qualify and elect to transfer their silviculture obligations to the government as provided for under Section 30 of FRPA.
- I. During the course of development planning, timber cruising, layout and harvesting activities, the licensee's employees and contractors must take all reasonable measures to identify and make known any possible archaeological values they encounter or are aware exist to the Ministry of Forests' district manager and to the Archaeological Planning and Assessment Branch of the Ministry of Sustainable Resource Management. Where such values are discovered and where required by the district manager, the licensee will undertake archaeological impact assessments, at the licensee's cost, and propose impact management measures that are in accordance with the *British Columbia Impact Assessment Guidelines* published by the Archeological Planning and Assessment Branch.
- J. Notwithstanding Section 76 or 77 of the *Forest Act*, if the Agreement is contravened, or cancelled, the associated licence may be suspended or cancelled, pursuant to Section 76 or 77 of the *Forest Act*.
- K. The intended holder of the licence will be required to comply with British Columbia law and other administrative requirements.
- L. Utilization is at the discretion of the licence holder. However, waste and residue billings will include assessments against merchantability specifications, as set out in the "Provincial Logging Residue and Waste Assessment Procedure Manual", as amended from time to time. Assessments will reflect all timber, whether standing or felled, that could have been removed but was not removed under the licence, that meets or exceeds the specifications in the manual.

- M. The Licensee will be expected to comply with the following Kamloops Forest District Requirements:
- objectives and strategies of the Land Management Resource Plan (LRMP) in the Kamloops Timber Supply Area.
- sharing of information and assisting in the Ministry of Forests in consultation with appropriate First nation bands, licensed ranchers, trappers, and other agencies in the Kamloops area.
- providing reports to the District Manager pertaining to harvesting, hauling and forest development activities associated with this licence, as part of the CSA (Forest Certification) initiative within the Kamloops Forest District.
- ensuring that harvesting activities exclude areas designated, by the Kamloops Forest District Manager, as Old Growth Management Areas (OGMAs).

The application for the licence must include the following:

(1) A total deposit of \$8 220 which is calculated as follows:

a)	the annual rent for one year in advance at \$0.37 per m³ (AAC) times 15 807 m³ (AAC) =	\$5 849
b)	the security deposit applicable to this licence payable under the regulations at \$0.15 per m <sup>3</sup> (AAC) times 15 807 m <sup>3</sup> (AAC) =	\$2 371
c)	TOTAL a) + b) in cash or approved securities =	\$8 220

The total deposit is to be paid to the Government of British Columbia prior to the licence being entered into. Annual rent must be paid in each year of the term of the licence. All deposits and securities must be in an acceptable form and/or security as approved by the Minister of Finance.

The application must be submitted within three months of receipt of this invitation to:

The Minister of Forests
c/o Regional Manager
Southern Interior Forest Region
Ministry of Forests
515 Columbia Street
Kamloops, British Columbia
V2C 2T7

### Chief Felix Arnouse

You will be provided with form(s) from Regional Manager of the Southern Interior Forest Region, to assist you in the preparation of your application. If you have any questions regarding the application, or your obligations under the licence, please contact the Regional Manager of the Southern Interior Forest Region or his staff members, Peter Graff or Dirk Trigg at (250) 828 4131.

Yours truly,

Michael de Jong

Minister

pc: Phil Zacharatos, Regional Executive Director, Southern Interior Forest Region

Glenn Ricketts, Director, Aboriginal Affairs Branch

Shane Berg, District Manager, Kamloops Forest District