

Interfor Corporation Proposed Tenure Disposition in the Sunshine Coast Timber Supply Area

Purpose of this Document

This document provides detail on a tenure disposition proposed by Interfor Corporation (Interfor) in the Sunshine Coast timber supply area (TSA). The disposition includes the sub-division of a replaceable Forest Licence (RFL) and the transfer of one RFL to a new tenure holder. This tenure disposition requires the approval of decision makers in the Ministry of Forests (the "Ministry"). Details on the legal requirements for this approval and the process the ministry will employ to determine if the disposition should be approved, can be found in the document titled "Interfor Corporation Proposed Tenure Disposition in Coast British Columbia". The document is available on the Forest Tenures Branch website at: https://www2.gov.bc.ca/gov/content/industry/forest-tenures/forest-tenure-administration/timber-tenure-transfer-disposition.

For further information on the proposed transaction please contact Emma Neill, Senior Timber Tenures Forester at 778-974-2439 or Matthew Feagan, Timber tenures Specialist at 250-739-8324 or by email at InterforDisposition2023@gov.bc.ca.

Details of the Disposition Requests

The ministry has received applications from Interfor to complete the following tenure changes in the Sunshine Coast TSA:

- 1. The subdivision of RFL A86928 with an allowable annual cut (AAC) of 124,000 m³ into an amended A86928 with an AAC of 34,000 m³, the creation of a new RFL A99517 with an AAC of 90.000 m³.
- 2. The transfer of the amended A99517 to the Homalco Jeh Jeh Tenure Management Limited Partnership.

What is a Replaceable Forest Licence and what rights are being provided?

RFL's are a form of forest tenure that provides harvesting rights in a TSA. RFLs are replaced every 10 years with a new term of 15 years. Details of the RFL being subdivided and/or transferred follow:

RFL	Current Term	Replacement Date
A86928	2023-10-29 to 2033-10-29	2033-10-29

The new A99517 and A86928 will have terms where the replacement and expiry align with the dates in the original A86928.

Are there other Tenures or Permits that will be transferred?

Interfor has indicated that some road permits (RP), cutting permits (CP), and licences of occupation will be transferred in whole or in part to the new tenure holders. In addition, some Special Use Permits



(SUP) and Licences of Occupation (LOO) will be assigned to the new tenure holder or surrendered and the new tenure holder will apply for new SUPs or a Licence of Occupation under the *Land Act*.

Details on the permits and licences that may be transferred or assigned in whole or in part to the tenure holders follows:

Road Permits

Associated	Permit #	New Associated Tenure	Operating Area
Tenure			
A86928	R01683	A86928/A99517	Homathko
A86928	R06850	A86928/A99517	Stuart Island
A86928	R07215	A86928/A99517	Orford
A86928	R08946	A86928/A99517	Clipper/Moh
A86928	R10670	A86928/A99517	Alpha, Bear Bay, Mellersh, Purcell
A86928	R12049	A86928/A99517	Churchhouse
A86928	R16323	A86928/A99517	Southgate
A86928	R17222	A86928/A99517	Moh, Paradise

Special Use Permits

Special Ose i crimes				
Permit #	Expiry	Use	New Holder	Location
S25275	07/21/2033	Log Dump	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	BUTE INLET
S15497	12/31/2032	Logging Camp/ Airstrip	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	HOMATHKO RIVER
S21033	07/24/2028	Communication Site	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	SOUTHGATE
S25276	06/22/2031	Dump/Dryland Sort	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	MOH CREEK
S11978	12/31/2031	Dryland Sort	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	ORFORD BAY
S20225	09/30/2031	Dryland Sort	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	ORFORD RIVER
S26119	01/19/2027	Dryland Sort& Equipment Storage	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	SOUTHGATE RIVER
S27178*	07/21/2033	Equipment Storage	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	MOUTH OF SOUTHGATE RIVER
S23041	2029/12/09	Campsite and Shop	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	ALPHA BLUFF

Licences

File #	Expiry	Use	New Holder	Location
2408828	06/30/2030	Log Handling & Storage	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	HARE CREEK
0187687	09/19/2048	Log dump, booming, storage, float camp	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	номатнко
2411694	05/15/2026	Log handling, storage & camp tie	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	MELLERSH
2408916	10/31/2031	Log dump, storage, float camp	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	BUTE INLET
2410044	06/21/2030	Log Handling & Storage	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	MOH CREEK



2410855	08/05/2023	Helicopter Drop Zones	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	MOH, AMOR, PARADISE RIVER
0262226	02/14/2032	Log dump and Storage	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	ORFORD BAY
2410741	07/15/2032	Log Dump	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	ORFORD BAY
2408829	07/01/2025	Log handling and storage	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	BUTE INLET
2408596	08/31/2024	Log Dump, Storage & Booming	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	BUTE INLET
2410857	08/18/2033	Log Dump, Storage & Booming	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	MOUTH OF SOUTHGATE RIVER
2411802	02/03/2027	Log dump and storage	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	SOUTHGATE RIVER
1405821	06/11/2032	Log handling	Transfer to Homalco Jeh Jeh Tenure Management Limited Partnership	STUART ISLAND
2407104	2031/07/31	Log Dump, Storage & Booming	Transfer to Homalco Jeh Jeh Tenu Management Limited Partnership	ΔΙΡΗΔ ΒΙΙΙΕΕ
2405618	2025/06/28	Log handling and storage	Transfer to Homalco Jeh Jeh Tenu Management Limited Partnership	REAR BAY
2406382	10/13/2025	Heli Log Dumping and Handling	Transfer to Homalco Jeh Jeh Tenu Management Limited Partnership	BUTF INLET
2406643	03/11/2025	Heli Drop Zone, Camp Tie Up & Lo Storage	Transfer to Homalco Jeh Jeh Tenu Management Limited Partnership	BEAR BAY, BUILF INLET
2408917	10/13/2025	Log Handling, Storage, Float Cam	Transfer to Homalco Jeh Jeh Tenu Management Limited Partnership	RUIFINIFI
2409137	08/16/2030	Log Dump, Booming, Camp Tie U	Transfer to Homalco Jeh Jeh Tenu Management Limited Partnership	BLITE INLET
2410055	06/23/2029	Log Handling & Storage	Transfer to Homalco Jeh Jeh Tenu Management Limited Partnership	RUIFINIFI

^{*}Under application

Further details on these permits and licences are available on request.

Where will the RFLs be allowed to operate?

The RFLs will provide the holder with the right to apply for CPs and RPs within the Sunshine Coast TSA. The approval of the CPs and RPs will require consultation with First Nations and the approval of the District Manager to ensure they meet all legal requirements.

The Sunshine TSA occupies a portion of the south coast of British Columbia about 100 km north of Vancouver. It is within the South Coast Natural Resource Region and is administered by the B.C. government's Sunshine Coast Natural Resource District office in Powell River. A map of the Sunshine Coast TSA is attached.

It is a common practice for tenure holders in a TSA to enter into an operating area agreement to restrict their operations to a certain area of the TSA. This arrangement avoids tenure holders from overlapping operations and helps to ensure orderly planning and operations in the TSA. These operating area arrangements are business to business arrangements by tenure holders and are not mandated by the ministry.



It is expected that the amended A86928 will initially restrict their operations to the areas historically allocated to Interfor for this RFL, and any future operating area changes will be done through discussion with other tenure holders in the Sunshine Coast TSA.

What harvest rights have been provided in the Sunshine Coast TSA?

The Chief Forester set an AAC for the Sunshine Coast TSA of 1,204,808 m³ on August 22, 2013. The Minister subsequently allocated or apportioned the Sunshine Coast TSA AACs into Forest Licences and for use by BC Timber Sales on September 13, 2013 as follows:

Tenure Type	Coniferous Volume m ³	Deciduous Volume m³	Apportionment by Licence
Replaceable Forest Licence	741,758		A19220 – Klahoose Forestry Limited Partnership – 81,031 m³ A98741 – Klahoose Forestry No 2 Limited Partnership – 18,500 m3 A98809 – Klahoose Forestry Limited Partnership – 81,450 m3 A19224 – Tsain-Ko Forestry Development Partnership – 81,450 m³ (pending) A19229 – A&A Trading Ltd. – 115,966 m³ A77899 – H.S. Christensen Logging Ltd. – 2,936 m³ A77899 – 1175401 B.C. Ltd. – 10,000 m³ A77900 – 1175401 B.C. Ltd. – 7,675 m³ A80590 – A&A Trading Ltd. – 26,700m³ A86928 – Interfor Corporation – 34,000 m³ A99517 – Interfor Corporation – 90,000 m³ A98515 – Tsain-Ko Forestry Development Partnership - 40,000 m³ A98514 – Tsain-Ko Forestry Development Partnership - 100,000 m³ A98167 – Tsain-Ko Forestry Development
Non-Replaceable Forest Licence	61,411	98,000	A84120 – Klahoose Forestry Limited Partnership – 8,571 m³ A96116 - Tsain-Ko Forestry Limited Partnership – 60,001 m³ A96117 Tsain-Ko Forestry Limited Partnership – 25,000 m³ A96240 - Tsain-Ko Forestry Limited Partnership – 9,999 m³ A96245 – Homalco Jeh Jeh Tenure Management Limited Partnership – 19,359 m³ A96246 – Homalco Jeh Jeh Tenure Management Limited Partnership – 11,000 m³



		A98119 - Klahoose Forestry Limited Partnership — 10,000 m ³
Non Replaceable Forest	75,923	
Licences – First Nations		
BC Timber Sales	209,361	



How is the Allowable Annual Cut set for the Sunshine Coast TSA?

The Forest Act requires the chief forester to review the timber supply for each TSA at least once every 10 years and in most cases determine a new AAC. For the Sunshine Coast TSA, work on determining a new AAC commenced in 2021 with the release of a data package (found here: SunshineCoastDataPackage). The data package contains information that will be used to determine the new AAC such as the forest management regime, applicable land use plans, and legal objectives established by the Forest and Range Practices Act. First Nations consultation and a public review has been conducted on the data package that will be considered by the chief forester in determining a new AAC for the Sunshine Coast TSA.

Once the new AAC is established, the minister may adjust the apportionment (allocation) of timber harvesting rights assigned to specific tenure types. In instances where the new AAC is lower than the current AAC, the minister may proportionately reduce the AAC assigned to RFLs in the TSA. No compensation is provided by government when an RFLs timber harvesting rights are reduced by proportionate reduction due to a lower AAC being set by the chief forester. Information regarding volumes apportioned to other tenure types can be found here: Sunshine Coast TSA Apportionment

Are manufacturing facilities involved in the transaction?

There are no timber processing requirements with the license.

Is there contracting requirement associated with the RFLs?

There are no replaceable contracting rights on the RFL. Information on contractor rights as a result of tenure sub-division and transfer can be found here: <u>Information on Contractor Rights</u>.

What happens to existing license obligations, such as silviculture?

The responsibility to meet the outstanding obligations associated with road permits and silviculture requirements are still being determined between Interfor and the proposed new RFL holders.

How will harvest operations be conducted?

Interfor has advised the Ministry that the new tenure holder is already a signatory to Interfor's Multi-Licensee Forest Stewardship Plan.



Map of the Sunshine Coast TSA

