

of Canada

Farm Products Council Conseil des produits agricoles du Canada

Central Experimental Farm Ferme expérimentale centrale Building 59 960 Carling Avenue Ottawa, Ontario K1A 0C6

Édifice 59 960, avenue Carling Ottawa, Ontario K1A 0C6

January 23, 2025

Mr. Brian Bilkes Chair Canadian Hatching Egg Producers 21 Florence Street Ottawa, Ontario K2P 0W6

Subject: Proposed amendments to the Canadian Broiler Hatching Egg Marketing Levies Order and the Canadian Hatching Egg Producers Quota Regulations

Dear Mr. Bilkes,

At its January 23, 2025, meeting, the Farm Products Council of Canada (Council) reviewed the proposed amendments to the Canadian Broiler Hatching Egg Marketing Levies (Levies Order) and the Canadian Hatching Egg Producers Quota Regulations Order as outlined in your letters of November 25 and 26, 2024, respectively.

Following a thorough review of the rationales provided by the Canadian Hatching Egg Producers (CHEP) and internal analysis, council members approved the proposed amendments to the Levies Order and Quota Regulations were approved. The Levies Order will come into force on January 26, 2025, but if it is register after that day, it comes into force on the day on which it is registered.

Council members found that the amendments were necessary for the implementation of the marketing plan as contained in the Canadian Hatching Egg Producers Proclamation.

Should you have any questions, please do not hesitate to contact me or Lisa Melanson-Daigle, Council Secretary, at fpcc.secretariat.cpac@fpcc-cpac.gc.ca.

Sincerely,

Brian Douglas Chair

Brown Doubles

Canada



November 25, 2024

VIA EMAIL

Mr. Brian Douglas, Chair Farm Products Council of Canada Central Experimental Farm 960 Carling Avenue, Building 59 Ottawa, Ontario K1A 0C6

Re: Prior Approval for Amendments to CHEP's Levies Order

Dear Mr. Douglas,

The Canadian Hatching Egg Producers (CHEP) are seeking prior approval on a set of amendments to the *Canadian Broiler Hatching Egg Marketing Levies Order*. The CHEP national levy rate is set to increase from \$0.0030 to \$0.0034 per broiler hatching egg, effective January 26, 2025. Consequently, the combined national and provincial levy rates for the six signatory provinces will be as follows:

Province	National	Provincial	Combined
Ontario	\$0.003400	\$0.005904	\$0.009304
Quebec	\$0.003400	\$0.009450	\$0.012850
Manitoba	\$0.003400	\$0.010670	\$0.014070
British Columbia	\$0.003400	\$0.016000	\$0.019400
Alberta	\$0.003400	\$0.018400	\$0.021800
Saskatchewan	\$0.003400	\$0.018400	\$0.021800

As a result, the combined levy rates for the six signatory provinces will increase. In addition, based on the average of the combined levy rates for the six signatory provinces, the levy rate for broiler hatching eggs marketed from the unregulated area into the regulated area will increase from \$0.016137 per broiler hatching egg to \$0.016537 per broiler hatching egg.

Please let me know if you have any questions.

Sincerely,

Teddy Markey

Executive Director

Teddy Markey

CC: Guillaume Pasquier, Senior Commodity Advisor, Farm Products Council of Canada



November 26, 2024 VIA EMAIL

Mr. Brian Douglas, Chair Farm Products Council of Canada Central Experimental Farm 960 Carling Avenue, Building 59 Ottawa, Ontario K1A 0C6

Re: Prior-Approval of CHEP's 2025 Revised Allocation

Dear Mr. Douglas,

The Canadian Hatching Egg Producers (CHEP) are seeking prior approval for its 2025 revised allocation. Enclosed are the provincial quota allocations for the 2025 revised allocations listed in the Schedule to the Canadian Hatching Egg Producers Quota Regulations, which were approved by CHEP on November 21, 2024.

During CHEP's recent Open Board meeting in November, the Directors reviewed and discussed the latest market information and considered recommendations from CHEP's Advisory Committee. They identified several strong factors supporting growth in the chicken industry. A decline in inflation rates, stabilizing interest rates, and forecasted GDP growth for 2025 are expected to enhance consumer purchasing power. These economic improvements are anticipated to drive continued growth in demand for chicken.

Following their discussion, the CHEP Board of Directors set the 2025 revised allocation based on chicken production of 1,434 million kilograms (eviscerated), representing growth of 2.4% above the 2024 projected chicken production (1,401 million kilograms). This recommendation is still lower than what was proposed in July 2024 for the 2025 production year, taking into consideration the recent government announcement regarding a reduction in immigration in 2025.

The provincial broiler hatching egg allocations were calculated as per CHEP's most recent updated Schedule B.

Based on the preceding rationale, CHEP is seeking prior-approval for its 2025 revised allocation.

Do not hesitate to contact me if you have any questions.

Sincerely,



Teddy Markey

Teddy Markey Executive Director

CC: Guillaume Pasquier, Sectoral Advisor, Farm Products Council of Canada

Encl.