

Farm Products Council Conseil des produits agricoles

Building 59 960 Carling Avenue Ottawa, Ontario K1A 0C6

Central Experimental Farm Ferme expérimentale centrale Édifice 59 960, avenue Carling

Ottawa, Ontario K1A 0C6

du Canada

May 14, 2025

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

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

Dear Mr. Bilkes,

At its May 13 & 14, 2024, meeting, the Farm Products Council of Canada (Council) reviewed the proposed amendment to the Canadian Hatching Egg Producers Quota Regulations regarding the 2025 revised and the 2026 initial allocations, and to the Canadian Broiler Hatching Egg Marketing Levies Order, as outlined in your letters of March 28, 2025.

Following a thorough review of the rationales provided by Canadian Hatching Egg Producers (CHEP) and internal analysis, Council members found that both amendments were necessary for the implementation of CHEP's marketing plan as contained in the Canadian Hatching Egg Producers Proclamation. Therefore, the amendments were approved. The Levies Order will come into force on the date on which they are registered and will remain in effect until June 23, 2026.

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

Sincerely,

Brian Douglas Chair





March 28, 2025

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 an extension to the current *Canadian Broiler Hatching Egg Marketing Levies Order* until June 23, 2026. Additionally, we are seeking prior approval on a set of amendments to the *Canadian Broiler Hatching Egg Marketing Levies Order*. In our December 2024 request, following the increase in our national levy, we requested adjustments to all combined levies. However, Alberta, Saskatchewan, and Ontario have recently indicated that their provincial levies must decrease to offset the impact. On the other hand, following their Board decision, Manitoba has decided to increase its provincial levy. As a result, the combined levy rates for the six signatory provinces will be as follows:

Province	National	<b>Provincial</b>	Combined
Ontario	\$0.003400	\$0.005600	\$0.009000
Quebec	\$0.003400	\$0.009050	\$0.012450
Manitoba	\$0.003400	\$0.011560	\$0.014960
British Columbia	\$0.003400	\$0.016000	\$0.019400
Alberta	\$0.003400	\$0.018000	\$0.021400
Saskatchewan	\$0.003400	\$0.018000	\$0.021400

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 change from \$0.016471 per broiler hatching egg to \$0.016435 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



March 28, 2025 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 Revised 2025 and Initial 2026 Allocations

Dear Mr. Douglas,

The Canadian Hatching Egg Producers (CHEP) is requesting prior-approval for its 2025 revised allocations and 2026 initial allocations. Enclosed are the provincial quota allocations for 2025 revised allocations and 2026 initial allocations in the Schedule to the Canadian Hatching Egg Producers Quota Regulations, which were approved by CHEP on March 20, 2025.

During CHEP's recent Open Board meeting held in March, the Directors reviewed and discussed the latest market information and considered the 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 and 2026 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 1,440 million kilograms (eviscerated), which represents growth of 2.7% above actual production in 2024 (1,402 million kilograms). Furthermore, Directors set the 2026 initial allocation based on chicken production of 1,466 million kilograms (eviscerated), which represents growth of 1.8% above the 2025 projected chicken production. The provincial broiler hatching egg allocations were calculated as per CHEP's existing Schedule B.

Based on the preceding rationale, CHEP is seeking prior-approval for its 2025 revised allocations and 2026 initial allocations.

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

Sincerely,

21 Florence Street Ottawa, Ontario K2P 0W6

Teddy Markey

Tel.: (613) 800-2315



Teddy Markey Executive Director

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

Encl.