

Central Experimental Farm Ferme expérimentale centrale Building 59 960 Carling Avenue

Farm Products Council Conseil des produits agricoles du Canada

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

May 16, 2024

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 15, 2024, meeting, the Farm Products Council of Canada (Council) reviewed the proposed amendment to the Canadian Hatching Egg Producers Quota Regulations as outlined in your letter of April 4, 2024.

As well, the Council reviewed the proposed amendments to the Canadian Broiler Hatching Egg Marketing Levies Order, as outlined in your letter of March 25, 2024.

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. The Levies Order will come into force on the date it is registered and is in effect until June 23, 2025.

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

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Canada



March 25, 2024

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, 2025. The CHEP national levy rate will remain unchanged at \$0.0030 per broiler hatching egg. Meanwhile, the combined national and provincial levy rates for the six signatory provinces will remain as follows:

Province	National	<b>Provincial</b>	Combined
Ontario	\$0.003000	\$0.005904	\$0.008904
Quebec	\$0.003000	\$0.009450	\$0.012450
Manitoba	\$0.003000	\$0.010670	\$0.013670
British Columbia	\$0.003000	\$0.016000	\$0.019000
Alberta	\$0.003000	\$0.018400	\$0.021400
Saskatchewan	\$0.003000	\$0.018400	\$0.021400

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 remain at \$0.016137 per broiler hatching egg.

CHEP will communicate and future changes to provincial or national levy rates when they become known. Please keep us informed as to the status of this request.

Sincerely,

Tim Lambert

Interim Executive Director

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



April 4, 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 2024 Revised and 2025 Initial Allocations

Dear Mr. Douglas,

The Canadian Hatching Egg Producers (CHEP) is requesting prior-approval for its 2024 revised allocations and 2025 initial allocations. Enclosed are the provincial quota allocations for 2024 revised allocations and 2025 initial allocations in the Schedule to the Canadian Hatching Egg Producers Quota Regulations, which were approved by CHEP on March 21, 2024.

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. There are still strong factors supporting growth in the chicken industry, with population growth being the main factor. Despite emerging risks such as high inflation rates for consumers, high input costs for producers, and low economic growth, CHEP Directors expect chicken consumption to continue growing and remain a favorite choice among Canadians.

Following their discussion, the CHEP Board of Directors set the 2024 revised allocation based on chicken production of 1,424 million kilograms (eviscerated), which represents growth of 1.6% above actual production in 2023 (1,401 million kilograms). Furthermore, Directors set the 2025 initial allocation based on chicken production of 1,467 million kilograms (eviscerated), which represents growth of 3.0% above the 2023 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 2024 revised allocations and 2025 initial allocations.

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

Sincerely,

Teddy Markey Executive Director

Teddy Markey

21 Florence Street Ottawa, Ontario K2P 0W6 Tel.: (613) 800-2315



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

Encl.