



New Chicken Farmers Entrant Program
Background Information

Objective

To help potential new farmers enter the Ontario chicken industry.

Eligibility Requirements

A Canadian citizen and permanent resident of Ontario.

Priority to be given to a person who does not, currently or in the past, have or is a spouse or child of someone who has a financial interest in a supply-managed sector.

Required Basic Quota Units

Ownership of a minimum of 4,000 basic quota units.

Registered Premise

Chicken must be produced on a registered and owned premise.

Minimum Holding Requirements

14,000 basic quota units.

New Entrant Quota

CFO to make available on a temporary basis up to 10,000 basic quota units per approved applicant.

Maximum Allotment Available Annually

50,000 basic quota units.

Status of Allotment

Non-transferable.

New Entrant Term

Fifteen year period.

Timing of Allotment

Allotment to be provided once approved applicant has purchased a farm and has acquired the required basic quota units.

Approved new entrant farmer has 18 months from the approved application date to meet farm ownership and basic quota unit requirements.

Cancellation of New Entrant Quota

- 30 percent of the New Entrant Quota shall be cancelled by the end of the fifth (5th) year, following the date of allotment;
- 30 percent of the New Entrant Quota shall be cancelled at the end of the tenth (10th) year, following the date of allotment;
- 40 percent of the New Entrant Quota shall be cancelled at the end of the fifteenth (15th) year, following the date of allotment.

Supplemental Basic Quota Units

- during the first 5 years, any supplemental basic quota units acquired, will result in the immediate cancellation of an equivalent amount of New Entrant Quota allotted;
- during years 6 to 10, supplemental basic quota units may be acquired in an amount that is less or equal to 30 percent of the amount of New Entrant Quota allotted;
- during years 6 to 10, the acquisition of supplemental basic quota units in an amount that is in excess of 30 percent of the amount of New Entrant Quota allotted will result in a corresponding cancellation of an equivalent amount of New Entrant Quota allotted;
- during years 11 to 15, supplemental basic quota units may be acquired in an amount that is less or equal to 40 percent of the New Entrant Quota allotted;
- during years 11 to 15, the acquisition of supplemental basic quota units in an amount that is in excess of 40 percent of the amount of New Entrant Quota allotted will result in a corresponding cancellation of an equivalent amount of New Entrant Quota allotted.

Cancellation of New Entrant Quota

The Board may cancel all or part of a New Entrant Quota prior to the expiry of the new entrant term, for reasons including but not limited to:

- the New Entrant Farmer is found to have contravened regulations or policies of the Board;
- the New Entrant Farmer has failed or refused to acquire an equivalent amount of basic quota units to be fixed and allotted in conjunction with the cancellation of New Entrant Quota; and
- the New Entrant Farmer requests early termination.



Annual Application Material

An application.

A financial business plan.

Annual Application Deadline

The last Friday of October

Application Fee

\$250.00, non-refundable.

Review and Recommendations

The New Chicken Farmers Entrant Program Industry Panel (Industry Panel) is an advisory body to the CFO Board of Directors whose primary functions are to:

- Annually evaluate applications submitted to the New Chicken Farmers Entrant Program; and
- Prepare recommendations on applications for approval or non-approval.

Board Decision Date

All applicants will be confidentially informed of the Board decisions early in the following year of the application deadline.