

*The Agri-Food Act, 2004*  
[section 12]

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**THE COMMERCIAL EGG MARKETING PLAN REGULATIONS – SALE OF PRODUCTION  
LIMITS TO NEW ENTRANTS**

**Order No. 77/24.** The SASKATCHEWAN EGG PRODUCERS, pursuant to the provisions of *The Commercial Egg Marketing Plan Regulations* and *The Agri-Food Act, 2004*, hereby determines and orders as follows:

**1** In accordance with *The Commercial Egg Marketing Plan Regulations* and as set out in the procedures, rules and stipulations set forth in this Order, the Board shall offer for sale egg production limits described in section 1 of the Appendix.

**2** Notice of the sale of egg production limits will be published on our website, and in such ways as considered necessary by the Board, with sufficient notice to allow for responses.

**3** If the egg production limits described here are not distributed through this offering, the Board may retain the limit in abeyance until such time as it is deemed appropriate to offer them for sale again.

**4** This Order will remain in effect for a period no longer than ten years from the date this Order is approved by the Agri-Food Council.

Order No. 77/24 is made pursuant to clauses 50 and 51 of *The Commercial Egg Marketing Plan Regulations* and shall be effective upon the date of this Order. By order of the Saskatchewan Egg Producers.



Shawn Harman, Chair  
Saskatchewan Egg Producers

Pursuant to clauses 50 and 51 and section 12 of *The Agri-Food Act, 2004*, the above Order No. 77/24 of the Saskatchewan Egg Producers is approved the 3 day of April, 2024.



Joan Heath, Chair  
Agri-Food Council, Saskatchewan

## **NEW ENTRANT PROGRAM PRODUCTION LIMITS (QUOTA) SALE NOTICE**

The Saskatchewan Egg Producers (SEP) New Entrant Program is intended to facilitate growth of our province's egg industry through entry of new regulated producers who are committed to being egg farmers and active industry participants for the long term.

The New Entrant Program is now open. The deadline to submit applications is 4:00 pm on Thursday, May 9, 2024.

### **Production Limits Available**

1. Each production limit entitles the successful applicant to produce a specified number of dozens of eggs per year by a specified number of laying hens. This sale of two production limits shall each consist of a total of 159,240 dozen eggs per year (equivalent to a base production limit of 6,000 hens) available for purchase by eligible applicants.
2. Production limits remain the property of SEP in accordance with *The Commercial Egg Marketing Plan Regulations*.

### **Eligibility**

3. Applicants must be a minimum of 18 years of age.
4. Those not eligible to submit an offer to purchase under this program include:
  - a. Existing licensed egg producers or production limit holders;
  - b. Individuals, corporations and partnerships that have previously been licensed egg producers or production limit holders (for clarity, children of previous licensed egg producers or production limit holders are eligible to submit an offer);
  - c. Employees of SEP and Egg Farmers of Canada (EFC); and
  - d. Immediate family members of SEP directors, SEP staff and EFC staff. This is limited to: spouses or common-law partners, as defined by the Canada Revenue Agency, and children and children-in-law.
5. Only one application per married or common-law couple is allowed.
6. Only one application per specified production location is allowed.
7. Preference may be given to applicants who are not currently and have not previously been quota holders in a supply managed industry.

### **Submission of Offers**

8. The deadline to submit an offer to purchase is 4:00 pm on Thursday, May 9, 2024.

## Appendix

9. Offers to purchase must be submitted in a sealed envelope clearly marked with “Offer to Purchase Production Limit” and mailed or delivered to:

Saskatchewan Egg Producers  
1-123 Pinehouse Drive  
Saskatoon, SK S7K 5W1

10. The contents of the submitted sealed envelope must include:
  - a. A completed “Offer to Purchase” form, which can be obtained on the SEP website or by contacting the SEP office;
  - b. A completed “Application for License to Produce and Market Eggs”, which can be obtained on the SEP website or by contacting the SEP office;
  - c. A detailed Business Plan that describes:
    - i. The location where the applicant will set up production;
    - ii. The type of hen housing the applicant will use;
    - iii. The facilities and equipment the applicant will use for production;
    - iv. The timeframe in which the applicant intends to begin production;
    - v. The applicant’s experience and knowledge of egg production and hens;
    - vi. The applicant’s experience and knowledge of animal care, food safety, and biosecurity practices.
  - d. A cheque for \$500 made out to Saskatchewan Egg Producers as a non-refundable application fee.

### **Review of Offers**

11. After the closing date for receipt of offers, all offers will be opened and reviewed by an independent party appointed by SEP. SEP staff will assist with the review to ensure all criteria are met. SEP’s Board will have final determination on eligibility of applicants.
12. All applications deemed eligible will move forward, with the successful recipients chosen by drawing of lots, conducted by the independent party.

### **Award of Production Limits**

13. New entrant production limits will be awarded to the successful recipients in accordance with the applicants meeting all criteria to become a licensed producer.
14. The total sale price for a production limit of 6,000 hens is \$150,000, based on a price of twenty-five dollars (\$25) per 26.54 dozen eggs (equivalent to one hen).

### **Terms of Purchase**

15. Acceptance by SEP of an offer to purchase a production limit will create a binding contract between SEP and the purchaser.

## Appendix

16. A non-refundable deposit equal to 50% of the purchase price must be delivered to SEP within fourteen (14) days of receiving a written notice of acceptance of the purchaser's offer. This payment must be in the form of a cheque, certified cheque, bank draft or money order payable to the Commercial Egg Producers' Trust Fund.
17. The full purchase price must be delivered to SEP at the time the production limit is put into production. The successful applicant may choose to pay the full purchase price at any time prior to putting the production limit into production. This payment must be in the form of a cheque, certified cheque, bank draft or money order payable to the Commercial Egg Producers' Trust Fund.
18. Upon payment of the full purchase price, SEP will formally issue the production limit, and the purchaser is eligible to put their production limit into the Quota Leasing Pool until they begin production.
19. A production limit purchased by a new applicant under this Order must be put into production within one year of the purchaser receiving written notice of acceptance of the purchaser's offer, or such longer period of time as SEP, in its sole discretion, may allow.
20. The production limit must be produced on land owned by the new applicant, and such land may not serve as a production location for any other licensed producer. No other licensed producer or any individual who has a direct or indirect beneficial interest in another licensed producer, may have any direct or indirect beneficial interest in a new applicant or in the production location where a new applicant puts the production limit into production.
21. A production limit purchased under this Order shall be forfeited and cancelled if:
  - a. It has not been put into production in accordance with this Order; or
  - b. It is subsequently determined by the Board that the purchaser does not satisfy the eligibility or other requirements outlined in this Order.
22. If a production limit purchased under this Order is forfeited and cancelled, SEP will refund the purchase price minus the non-refundable deposit and any income the purchaser received from the Quota Leasing Pool.
23. The following restrictions apply to the transfer of any production limit purchased under this Order:
  - a. Prior to the tenth anniversary of the date on which production commenced, no transfer is permitted, other than to a spouse, common-law partner, children or children-in-law, provided the successor operates egg production out of the same facilities as those established by the new entrant and they themselves would qualify as new entrants;
  - b. After the tenth anniversary and before the fifteenth anniversary of the date on which production commenced, seventy-five percent of the production limit purchased under this Order may be transferred, with the remaining twenty-five percent returned to SEP at no cost to be set aside for the New Entrant Program; and
  - c. After the fifteenth anniversary of the date on which production commenced, the full production limit may be transferred in accordance with the provisions of the Regulations.

## Appendix

24. Production limits purchased under this Order are subject to all applicable provisions and restrictions of *The Agri-Food Act, 2004*, *The Commercial Egg Marketing Plan Regulations*, and all Orders of SEP.

### **Withdrawal of Production Lots**

25. SEP reserves the right to withdraw the production limits offered for sale under the Order at any time before or after the closing time for receipt of offers. Unless and until SEP has accepted in writing an offer from a purchaser, a contractual relationship (either expressed or implied) is not created with any person submitting an offer in response to this Order.

### **Inquiries**

Any inquiries related to this Order may be directed to:

Dion Martens, Executive Director  
Saskatchewan Egg Producers  
1-123 Pinehouse Drive  
Saskatoon, SK S7N 5W1  
Telephone: (306) 664-4131  
Email: [dion.martens@saskegg.ca](mailto:dion.martens@saskegg.ca)



Saskatchewan  
Egg Producers

## 2024 NEW ENTRANT PROGRAM – APPLICATION CHECKLIST

Application packages must include:

- Completed Form: “Offer to Purchase New Entrant Quota”
- Completed Form: “Producer License Application – New Entrant Program”
- Detailed Business Plan, which outlines the following:
  - The location where the applicant will set up production;
  - The type of hen housing the applicant will use;
  - The facilities and equipment the applicant will use for production;
  - The timeframe in which the applicant intends to begin production;
  - The applicant’s experience and knowledge of egg production and hens;
  - The applicant’s experience and knowledge of animal care, food safety, and biosecurity practices.
- A cheque for \$500 made out to Saskatchewan Egg Producers as a non-refundable application fee.

The complete application package must be submitted in a sealed envelope clearly marked with “Offer to Purchase Production Limit”.

The sealed envelope must be mailed or delivered to:

Saskatchewan Egg Producers  
1-123 Pinehouse Drive  
Saskatoon, SK, S7K 5W1

The deadline to submit application packages is 4:00 pm on Thursday, May 9, 2024.



Saskatchewan  
Egg Producers

## OFFER TO PURCHASE NEW ENTRANT QUOTA

The Saskatchewan Egg Producers (SEP) New Entrant Program is intended to facilitate growth of our province's egg industry through entry of new regulated producers who are committed to being egg farmers and active industry participants for the long term.

Full details of this quota sale are included in Board Order 77/24.

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**# OF QUOTA UNITS TO PURCHASE:** 6,000 x \$25 = \$150,000

**NAME:** \_\_\_\_\_

*If the offer is being made by a corporation, provide a complete list of shareholders along with their percentages of ownership:*

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**ADDRESS:** \_\_\_\_\_

**PHONE:** \_\_\_\_\_ **CELL:** \_\_\_\_\_

**EMAIL ADDRESS:** \_\_\_\_\_

**ADDITIONAL EMAIL ADDRESS (if applicable):**

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*Have you ever been a quota holder in a Canadian supply managed sector, either as an individual or through a corporation?*

**NO**       **YES**

*If YES, please provide details (what type of quota did you hold, when, where):*

*By signing below, you acknowledge you have read and understood Board Order 77/24, meet all eligibility requirements outlined within that Board Order, and agree to follow all conditions and provisions of that Board Order. You also acknowledge that if you misrepresent your eligibility for the program, your application will be revoked.*

**SIGNATURE:** \_\_\_\_\_ **DATE:** \_\_\_\_\_





Saskatchewan  
Egg Producers

## PRODUCER LICENSE APPLICATION – NEW ENTRANT PROGRAM

FARM NAME: \_\_\_\_\_

MAIN CONTACT: \_\_\_\_\_

LAND LOCATION: \_\_\_\_\_

MAILING ADDRESS: \_\_\_\_\_

PHONE: \_\_\_\_\_ CELL: \_\_\_\_\_

EMAIL: \_\_\_\_\_

SECONDARY EMAIL: \_\_\_\_\_

FAX: \_\_\_\_\_

### FARM PERSONNEL INFORMATION (if different than main contact)

FARM MANAGER NAME: \_\_\_\_\_

FARM MANAGER PHONE: \_\_\_\_\_ CELL: \_\_\_\_\_

LAYER MANAGER NAME: \_\_\_\_\_

LAYER MANAGER PHONE: \_\_\_\_\_ CELL: \_\_\_\_\_

SIGNATURE: \_\_\_\_\_ DATE: \_\_\_\_\_