



Market Growth Allowance [MGA] Program

as amended February 2017

INTRODUCTION:

On January 1, 2016 EFO's Market Growth Allowance [MGA] Program was introduced to allow egg producers the opportunity to house additional birds in excess of their Production Quota.

Effective July 1, 2017, the Board has set the MGA at 4% of a Producer's Production Quota.

PRINCIPLE:

MGA birds are issued on a pro rata basis. MGA birds are calculated and attached to the Production Quota of each quota holder. (The Production Quota is the total of National Production Allotment and Eggs for Processing [EFP] amount.)

Example Calculation:

National Production Allotment [NPA]	EFP	NPA + EFP = Production Quota	4% MGA	Total Production Allotment
9,235 +	765 =	10,000 +	400 =	10,400

As an example: the total allowable birds in the barn is made up of 9,235 National Production Allotment + 765 EFP for a total of 10,000 Production Quota; with the current MGA set at 4%, it will be 4% of the 10,000 or 400 birds. Subsequently, the egg producer will be able to house 10,000 plus 400 = 10,400 birds at placement [plus any other applicable programs].

CRITERION:

1. Effective July 1, 2017, MGA birds currently in production and all MGA bird placements going forward are subject to a service fee of \$3.58 per bird. [MGA Fees will be reviewed and are subject to change.]
2. Production quota and MGA birds will be considered the first birds used by quota holders with flock placements, followed by program birds.
3. EFO's MGA birds must be housed in accordance with EFO's Housing Density Policy, at the time of placement.
4. EFO's MGA birds are non-saleable.
5. MGA birds follow any quota transfer transactions [Quota Transfer System, Same Ownership, Transfer with Registered Premises and Family Transfers].
6. Unutilized MGA birds will not be eligible for any quota credits.
7. If required, any future bird reductions would see the reduction or elimination of EFO's MGA Program.

COMPLIANCE:

In order to qualify for the Market Growth Allowance [MGA] Program the quota holder must be in good standing as defined by EFO's policy. To be in good standing a quota holder must be in conformity with all EFO Regulations, Policies, Orders, and Directions, including housing density. Producers must have all the paperwork filed at the EFO office as outlined in the EFO General Regulations; and be up-to-date with all licence fees, levies and any other amounts owing to EFO and EFC.

RECORDS:

Egg quota holders are able to login online and review their production quota and MGA applied to determine their total production allotment.