

# New Entrant Application Form

TO: All Applicants  
FROM: Harry Pelissero, General Manager  
DATE: March 9, 2015

Thank you for your interest in Egg Farmers of Ontario's New Entrant Quota Loan Pool [NEQLP]

Enclosed is the 'New Entrant Application' which must be completed in its entirety. Once **all** sections of the application are complete, please return, along with the required attachments [including a non refundable cheque for \$113], to the attention of:

Judy Kean, Director of Policies and Quota Affairs  
Egg Farmers of Ontario  
New Entrant Program  
7195 Millcreek Drive  
Mississauga, Ontario  
L5N 4H1

**Please note that incomplete applications will not be returned to applicants for completion, and may not be considered for EFO's New Entrant Program.**

Applications will be accepted from [postmarked]  
Wednesday, April 1, 2015 up to and including Friday, May 29, 2015  
**No late applications will be considered**

All applicants will be notified by EFO of their application status; applications not selected become null and void. Applications do not remain on file; applicants must re-apply to be considered by the Selection Committee in future years.

A Memorandum of Understanding [setting out the conditions] between EFO and the successful New Entrant Program applicant[s] will be prepared; the new quota holder[s] will then be placed into the New Entrant Quota Loan Pool [NEQLP].

*Note: It is the applicant's responsibility to comply with all the Egg Farmers of Ontario New Entrant Policy procedures and deadlines. Successful applicants must conform with all EFO Regulations, Policies, Orders, and Directions, including housing density.*



### New Entrant Quota Loan Pool [NEQLP]

#### **INTRODUCTION:**

EFO developed the New Entrant Quota Loan Pool [NEQLP] in 2011 to assist individuals into the Ontario egg industry.

#### **HOW DOES THE NEQLP WORK?**

- Up to 10,000 units of egg quota will be loaned per year to the successful applicant[s];
- Units of egg quota will be loaned to the successful applicant[s] over a 20 year period; based on a 1:2 ratio; [1 bird purchased, 2 birds loaned].
  - *As an example:*
    - *in order to receive up to a maximum of 2,000 units of loaned quota, the new entrant is required to purchase up to 1,000 units of quota, for a total production of up to 3,000 units of quota*
  - OR
  - *in order to receive up to a maximum of 5,000 units of loaned quota, the new entrant is required to purchase up to 2,500 units of quota, for a total production of up to 7,500 units of quota*
- The applicant[s] will return the loaned units of quota into EFO's NEQLP as follows:
  - [X #] units of loaned quota back into the pool in ten [10] (10% each) installments - commencing in the 11<sup>th</sup> year up to and including the 20<sup>th</sup> year: *10% in the 11<sup>th</sup> year; 10% in the 12<sup>th</sup> year; 10% in the 13<sup>th</sup> year; 10% in the 14<sup>th</sup> year; 10% in the 15<sup>th</sup> year and in succession until year 20.*

#### **ELIGIBILITY:**

In order to be considered for EFO's NEQLP, an applicant must:

- Be a Canadian Citizen or landed immigrant [proof required upon request];
- Be a permanent resident of Ontario [proof required upon request];
- Not hold quota of any type in the supply-managed sector [egg, pullet, chicken, turkey, dairy, or hatching eggs];
- Not have held quota, currently or in the past, of any type in the supply managed sector;
- Priority will be given to persons between the ages of 18 and 45.

#### **APPLICATION PROCESS:**

- To apply for the NEQLP, interested individuals must fully complete and submit the application in the form attached along with a non-refundable fee of \$113.00 (includes HST) with each application.
- Only one application is accepted per deeded property, which must be owned by the applicant(s) or, if the applicant, at time of application, does not own a property, the applicant must submit a binding agreement of purchase and sale for such premises with the closing date on or before the effective date of bird placement. A copy of the registered deed / transfer must be submitted to the Board on or before the Effective Date of bird placement identifying the applicant as the registered owner of the property.
- A letter of reference from a financial institution is required.
- A letter of support from a grading station is required.
- The applicant is encouraged to submit a Business Plan along with their application.



---

### **NEW ENTRANT POLICY APPLICATION PROCESS CONTINUED**

- The New Entrant application, deed / transfer of property, Articles of Incorporation, Business Name Registration, any other legal documents, letter of reference from a financial institution and the letter of support from a grading station must be complete identifying the applicant(s). All other documents submitted, however, cannot disclose the applicant's name, location or any other particulars that would identify the applicant.
- All pages submitted must be numbered and in sequential order.

### **SELECTION PROCESS:**

Should an applicant meet the above Eligibility criteria, their application will be reviewed by a Selection Committee comprised of well respected and knowledgeable industry representatives.

- Members of the Selection Committee are chosen by EFO and may include:
  - an Accountant; a Financial Representative [i.e. FCC]; an OMAFRA staff person; a non-Director egg farmer; a representative from Junior Farmers' Association of Ontario.
- EFO staff will act as resource persons for the Selection Committee.
- The Selection Committee's recommendation will be presented to EFO's Board of Directors for a final decision.
- All applicants will be notified by EFO of their application status.
- Applications not selected become null and void.
- Applications do not remain on file.
- Applicants must re-apply to be considered by the Selection Committee in future years.

### **HOW DOES A SUCCESSFUL CANDIDATE OBTAIN LOANED QUOTA?**

- Once the Selection Committee has named a successful applicant[s], EFO will prepare a Memorandum of Understanding [MOU] setting out the conditions for obtaining [X#] units of loaned quota;
- The successful applicant[s] must sign the Memorandum of Understanding [MOU] with EFO;
- The successful applicant[s] is required to complete and file with EFO all documentation required of a buyer as set out in EFO's Quota Transfer System (QTS) [based on 1:2 ratio];
- Upon execution of the MOU, EFO will loan [based on above 1:2 ratio] and allocate [X#] units of quota to an assigned NEQLP quota number;
- The successful applicant[s] must be in production within 18 months of being selected.

### **WHAT ARE THE NECESSARY REQUIREMENTS FOR AN EGG FACILITY/PRODUCTION?**

All egg and pullet farmers are representatives of an industry that takes tremendous pride in producing a safe and nutritious food according to the highest standards of quality. Egg facilities/production must maintain HACCP certification. The entire production [purchased & lent quota] will be treated as a regulation production unit and must meet all requirements: be in compliance with EFO's General Regulations, Policies, Procedures & Programs; be HACCP certified; meet Housing Density Requirements; all eggs must go through a registered egg grading station; levy is to be paid on all eggs.

### **SANCTIONS**

The Board may cancel or reduce, refuse to increase, refuse to loan, fix, and allot quota to any person for any reason that the Board considers proper. Additional or alternative sanctions may apply under EFO's Quota Policy; Section 26 [Quality Standards], Section 27 [On Farm Food Safety] and Section 28 [Housing Density]. Indirect methods to circumvent EFO's policies will not be permitted and, where identified, may result in an appropriate reduction or cancellation of quota.

EGG FARMERS OF ONTARIO  
 7195 Millcreek Drive, Mississauga, Ontario, L5N 4H1  
 Phone 905-858-9790 Fax 905-858-1589

## New Entrant Quota Loan Pool NEW ENTRANT APPLICATION

Name:			
Name of contact if applicant is a corporation or a partnership:			
Address of egg production facility:			
Lot	Plan	Concession	Township
Municipal address:			
Mailing address if different from above:		Number of Units of Quota [birds] applying for:	
Phone number:		Alternate phone number:	
Email:		Fax number:	
If the applicant is other than an individual, attached are: <ul style="list-style-type: none"> <li>A. A copy of the Articles of Incorporation and a list of shareholders showing percentage ownership, if the applicant is a corporation; or</li> <li>B. A copy of the Business Name Registration, if a partnership, and a list of all partners showing percentage ownership.</li> </ul>			
Is the applicant, or if a corporation or a partnership, are all shareholders or partners Canadian citizens or landed immigrants? Yes <input type="checkbox"/> No <input type="checkbox"/> [If selected for interview, proof of Canadian Citizenship or landed immigrant status will be required]			
Is the applicant, or if a corporation or a partnership, are all shareholders or partners permanent residents of Ontario? Yes <input type="checkbox"/> No <input type="checkbox"/> [If selected for interview, proof of permanent residency will be required]			
Does the applicant or the applicant's spouse, or if a corporation or partnership do any of the shareholders or partners currently hold, or have at any time held, quota in any supply managed commodity in Ontario [ <i>example eggs, pullets, hatching eggs, chicken, turkey or dairy</i> ]. Yes <input type="checkbox"/> No <input type="checkbox"/> If yes, the particulars are as follows:			
Attached is a cheque for the application fee of \$113 (includes HST). <input type="checkbox"/> [confirm]			
Attached is a detailed description of the proposed egg production facility. <input type="checkbox"/> [confirm]			
Attached is a copy of the deed/transfer of the property where the egg production facility is to be located. <input type="checkbox"/> [confirm] Or attached is a copy of the binding agreement of purchase and sale where the egg production facility is to be located. <input type="checkbox"/> [confirm]			
Attached is a Letter of Reference from a Financial Institution. <input type="checkbox"/> [confirm]			
Attached is a Letter of Support from a Grading Station. <input type="checkbox"/> [confirm]			
Attached is a Business Plan. Yes <input type="checkbox"/> No <input type="checkbox"/>			
By submitting this application, the undersigned hereby consents to EFO, or its representatives, to verify any information submitted and consents to the release of information related thereto by any third parties contacted by EFO or its representatives.			
This application is submitted in accordance with EFO New Entrant Quota Loan Pool [NEQLP] and any selection or quota allocation will be made by EFO in accordance with same.			
The undersigned certifies that the information herein contained and attached is complete, true and correct in all respects.			
_____		_____	
Date		Signature of Applicant	