



## **NEW ENTRANT PROGRAM SALE NOTICE**

The Chicken Farmers of Saskatchewan (CFS) will receive offers to purchase base quota as outlined in this Notice Base quota offered for purchase entitles a new entrant to produce a specified number of kilograms of chicken per year. All quota remains the property of the CFS.

### **Quota Available**

1. The sale of a new entrant base quota shall consist of 35,400 kilograms allotment(s) of chicken quota per A-period cycle (equivalent to 20,000 birds) available for purchase by a new applicant.
2. The goal of the New Entrant Program is to award quota to new producers who would be an asset to the broiler chicken industry

### **Eligibility**

3. Applicants must be at least 18 years of age.
4. Existing licensed producers or base quota owners, or individuals, corporations, or partnerships that have been base quota owners or licensed producers within the last ten years, are not eligible to submit an offer to purchase this base quota.
5. Only one application per married or common-law\* couple is allowed.
6. Only one application per specified production location is allowed.

\*Common-law as defined by the Canada Revenue Agency.

### **Submission of Offers**

7. Offers to purchase a new entrant base quota will be received up to 30 days after the posted date of the Notice of Sale. All offers to purchase must be submitted to the Chicken Farmers of Saskatchewan's office: 224 Pacific Ave., Suite 201 (Rumley Building), Saskatoon, SK S7K 1N9.
8. Offers must be submitted using the prescribed Offer to Purchase Form and must be submitted in a sealed envelope that is clearly marked with "Offer to Purchase Base Quota." Offer to Purchase Forms may be obtained by contacting the CFS office.
9. Only one offer may be submitted per applicant.

### **Application Requirements**

10. All applications must include a non-refundable administration fee of \$1000.00.
11. An Application for License must accompany the Offer to Purchase Form and is available from the Board office.
12. The applicant's submission must include a brief business plan, including a brief description of the facility and projected start date of production. The applicant must demonstrate within the plan that he or she will be active in the day to day activities of the farm including animal husbandry.
13. The applicant's submission must include a signed bank letter demonstrating proof of financing to produce the quota.
14. If the applicant's intended production facility is not within 200 kilometers of a licensed Saskatchewan processor, the applicant must include in his or her application an agreement with a Saskatchewan licensed processor agreeing to purchase their production.
15. The applicant's submission must meet the requirements and be in compliance with *The Agri-Food Act, 2004*, *The Chicken Marketing Plan Regulations*, and all Orders of the CFS.

#### **Review of Offers**

16. After the closing date for receipt of offers, all offers will be opened privately by an independent party appointed by the CFS in the presence of a scrutineer appointed by the CFS who is not an employee, officer or director of the CFS, nor a base quota owner.

#### **Award of Quota**

17. New entrant base quota will be awarded in accordance with the applicant meeting all application criteria to become a licensed producer. The sale price will be \$3.9548 per kilogram of quota.
18. In the case of more applicants than lots offered, the applications will be reviewed by the Board and its officers, who will determine eligibility based on the application. Preference will be given to a person who does not, currently or in the past, own quota in the supply-managed sector. Of those applicants declared eligible, the successful recipient will be randomly chosen by drawing of names/applicants by the independent third party.

#### **Terms of Purchase**

19. Acceptance by the CFS of an offer to purchase base quota will create a binding contract between the CFS and the purchaser.
20. A non-refundable deposit equal to 25% of the purchase price must be delivered to the CFS within 14 days of receiving a written notice of acceptance of the purchaser's offer. Notices are deemed to be received ten days after being mailed. The full purchase price must be delivered to CFS at the time the base quota being purchased is put into production. Both

payments must be in the form of a cheque, certified cheque, bank draft or money order payable to the Saskatchewan Chicken Industry Development Fund.

21. Base quota 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 the CFS, in its sole discretion, may allow.
22. The base quota must be produced on land owned by the 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 base quota into direct production.
23. Base quota 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.
24. Base quota purchased under this Order may not be transferred by the base quota owner in accordance with the provisions of *The Chicken Marketing Plan Regulations* prior to the tenth anniversary of the base quota being awarded.
25. Base quota purchased under this Order is subject to all applicable provisions and restrictions set out in *The Chicken Marketing Plan Regulations* and CFS Orders.

### **Withdrawal of Base Quota**

26. CFS reserves the right to withdraw the base quota offered for sale under the Order at any time before or after the closing time for receipt of offers. Unless and until the CFS has accepted in writing an offer from an applicant, 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:

Kari Tosczak, Executive Director  
Chicken Farmers of Saskatchewan  
224 Pacific Ave, Suite 201 (Rumley Building)  
Saskatoon, Sask. S7K 1N9  
Tel: 306-242-3270  
Email: [Kari@saskatchewanchicken.ca](mailto:Kari@saskatchewanchicken.ca)



## **NEW ENTRANT CHECKLIST**

### **Remember to include in your submission:**

- Offer to Purchase Form
- Declaration of Eligibility
- New Application for Grower's License
- Letter from a licensed Saskatchewan processor, if required by the proposed location
- Signed bank letter demonstrating proof of financing
- Non-refundable administration fee of \$1,000 payable by cheque, bank draft, or money order, to "Chicken Farmers of Saskatchewan"

Complete application packages must be received to the office of Chicken Farmers of Saskatchewan by **4:30 p.m. on Friday, February 1, 2019.**

Chicken Farmers of Saskatchewan  
224 Pacific Ave, Suite 201 (Rumley Building)  
Saskatoon, Sask. S7K 1N9  
Tel: 306-242-3270  
Email: [Kari@saskatchewanchicken.ca](mailto:Kari@saskatchewanchicken.ca)



## OFFER TO PURCHASE FORM

IN ACCORDANCE with Chicken Farmers of Saskatchewan Board Order 77/18, three (3) new entrants will be selected and eligible to receive 35,400kg of A quota (equivalent to 20,000 birds) at a purchase price of \$3.9548 dollars per kilogram (\$7.00 per bird).

THIS OFFER TO PURCHASE, along with the application package, must be received at the Chicken Farmers of Saskatchewan office Suite 201, 224 Pacific Avenue, Saskatoon, SK S7K 1N9; by 4:30 pm on February 1, 2019.

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

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

\_\_\_\_\_

PHONE NUMBER: \_\_\_\_\_

EMAIL ADDRESS or FAX NUMBER: \_\_\_\_\_

# OF QUOTA UNITS TO PURCHASE: 35,400 kg x \$3.9548 = \$140,000  
20,000 x \$7 per bird = \$140,000

I agree to follow all conditions and provisions of Chicken Farmers of Saskatchewan Board Order #77/18.

Name of applicant: \_\_\_\_\_

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



**Declaration of Eligibility  
New Entrant Program**

Have you in the past or do you currently own quota in any supply managed sector? If yes, provide information:

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Have you been a licensed producer or owned Chicken Farmers of Saskatchewan base quota within the last ten years?

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Briefly describe your business plan, including a brief description of the facility and planned location or area.

I, \_\_\_\_\_, have read and understood the eligibility criteria of the New Entrant Program. I declare that I meet the eligibility criteria. I understand that if I misrepresent my eligibility for the program, my application will be revoked.

Name: \_\_\_\_\_

Signature: \_\_\_\_\_

Date: \_\_\_\_\_



**NEW APPLICATION FOR GROWER'S LICENSE 2019**

Company/Farm Name\*: \_\_\_\_\_  
\*as it will appear on the License

First Name: \_\_\_\_\_

Last Name: \_\_\_\_\_

Address : \_\_\_\_\_  
\_\_\_\_\_

Email: \_\_\_\_\_

Phone #: \_\_\_\_\_ Fax #: \_\_\_\_\_

Cell #: \_\_\_\_\_

Legal Land Location (if known at time of application): \_\_\_\_\_ - \_\_\_\_\_ - \_\_\_\_\_ - \_\_\_\_\_ W of \_\_\_\_\_

Barn Dimensions: \_\_\_\_\_

Shareholder Name	Percentage of Ownership

I \_\_\_\_\_ (first and last name), hereby agree to be bound and to obey the Orders and Regulations of the Chicken Farmers of Saskatchewan Board and the License is accepted on the understanding that the same may be cancelled without notice for violation of any provision of the Plan or of the Board's Orders or Regulations and subject to all restrictions now or hereafter placed in said Permit by order of the Board. I do solemnly declare that the information given above is true and complete in every respect and I make this solemn declaration conscientiously believing it to be true and knowing that it is of the same force and effect as if made under oath and by virtue of The Canada Evidence Act.

Date: \_\_\_\_\_ Signature of Applicant (as above) \_\_\_\_\_

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

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**THE CHICKEN MARKETING PLAN REGULATIONS – SALE OF BASE QUOTA TO NEW ENTRANTS**

**Order No. 77/18.** The CHICKEN FARMERS OF SASKATCHEWAN board (the “Board”), pursuant to *The Chicken Marketing Plan Regulations* and *The Agri-Food Act, 2004*, hereby determines and orders as follows:

1. In accordance with *The Chicken Marketing Plan Regulations* and as set out in the procedures, rules and stipulations set forth in this Order, the Board shall offer for sale chicken described in the manner described in the Appendix.
2. Notice of the sale of base quota will be published on the Chicken Farmers of Saskatchewan website and in such ways as considered necessary by the Board, with sufficient notice to allow for responses.
3. If the base quota described here is 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. 77/18 is made pursuant to subsections 7(h), 7(s), 7(y)(i) and 7(y)(ii) of *The Chicken Marketing Plan Regulations* and section 12 of *The Agri-Food Act, 2004*, and shall be effective upon the date of this Order. By order of the Chicken Farmers of Saskatchewan.

\_\_\_\_\_ signed original \_\_\_\_\_  
Henry Van Ee, Chairperson  
Chicken Farmers of Saskatchewan

Pursuant to subsections 7(h), (s), (y)(i) and (y)(ii) of *The Chicken Marketing Plan Regulations*, and section 12 of *The Agri-Food Act, 2004*, the above Order No. 77/18 of the Chicken Farmers of Saskatchewan is approved as of the 5<sup>th</sup> day of December, 2018.

\_\_\_\_\_ signed original \_\_\_\_\_  
R.T. Tyler, Chairperson  
Agri-Food Council, Saskatchewan