

ONTARIO BROILER HATCHING EGG & CHICK COMMISSION

BREEDER PULLET & BREEDER COCKEREL GROWING
PRICE DETERMINATION ORDER #A-138

Order determining the fee payable to Breeder Growers

The Ontario Broiler Hatching Egg & Chick Commission **HEREBY ORDERS AND DETERMINES AS FOLLOWS:**

Effective 12:01 a.m., Sunday **May 8, 2016**

1. The fee provisions established herein shall apply to all flocks placed or in progress on or after the effective date of this order and are applicable for the number of days with the growing period that occur without amendment through issuance of a subsequent Price determination Order.
2. Payment will be made on the basis of healthy breeder pullets and/or breeder cockerels shipped or otherwise removed at the culmination of the growing period. Subject to Paragraph 6, herein, no other consideration shall pass between a contractor and a grower.
3. The standard mandatory fee which shall be paid to a breeder grower shall be in accordance with the following schedule:

$$\begin{array}{r} \text{Fee Payable per Bird} \\ \text{Transferred to Laying Facility} \\ \hline 140 \text{ Days} = \$5.22 \end{array}$$

$$\text{Daily Rate} = \$5.22/140 = \$.03729 \text{ per day}$$

4. Minimum total days chargeable are 140 days. Where a growing period exceeds 140 days, the fee payable per bird transferred is increased by the applicable daily rate times the number of additional days grown.
5. Subject to provision of timely and appropriate invoices :
 - i. Payment of said fees shall be made on the first day of each and every month that the flock is on the grower's premises and shall be calculated on the basis of a minimum 75% of the grower's potential monthly earnings.

For Example: $\frac{\text{Day Old Breeder Chicks Placed} \times \text{Total Growing Fee}}{\text{Number of Months Contracted to Grow}}$

= Grower's Potential Monthly Earnings

where 75 % x Grower's potential Earnings = Minimum Monthly Payment Allowable
 - ii. The balance of the monies owing to the grower by the contractor shall be paid within ten (10) days after the flock is shipped from the premises of the grower.

6. In the event of either a partial or total loss of flock caused by an insured peril, the producer shall be responsible for payment of all growing fees owing up to the actual date of loss, unless the producer receives compensation under the Poultry Insurance Exchange Reciprocal of Canada property insurance policy. In that case, said producer shall pay to the grower the full compensation for growing fees which would have otherwise been payable had the growing contract been completed in its entirety.

BY ORDER OF THE ONTARIO BROILER HATCHING EGG & CHICK COMMISSION DATED at Guelph, Ontario this 26th day of May, 2016.