



Layer Leasing Program (LLP)

amended October 2023

1. The Layer Leasing Program (LLP) allows quota holders to utilize excess capacity and increase their egg production.
2. A quota holder who:
 - a. was a quota holder as of September 6, 2019;
 - b. is in good standing;
 - c. has excess barn capacity; and
 - d. has completed the LLP application via EFOOnlinemay be granted a number of lease birds up to that quota holder's fowl quota to a maximum of 1,800 birds provided there is sufficient barn capacity.
3. Eligible quota holders will have 10 years from January 1, 2021 to initiate a lease.
4. Eligible quota holders with a fowl quota of less than 1,800 or quota holders that have capacity limitations have 10 years from January 1, 2021 to acquire additional quota or renovate to allow for the maximum 1,800 bird lease.
5. When additional birds are leased, a new lease term will be initiated.
6. If a quota holder loses capacity during the lease term, the lease may be temporarily suspended until capacity is restored.
7. A transfer of quota with registered premises during the term cancels the lease and all lease payments are forfeited to Egg Farmers of Ontario (EFO).
8. EFO will invoice each quota holder at the rate of \$15 per bird, per year; payable by the 45th week of the flock cycle.
9. Late payment or non-payment places the quota holder in an over-quota position subject to the terms of the Flock Count Policy.
10. The lease-to-own conversion process takes place over a five (5) year period, commencing on the date the first lease payment is received by EFO and continues until the final payment (the conversion date).
11. As of the conversion date, the birds will be fully paid for and EFO will issue the quota holder an equivalent amount of fowl quota.

2024 LEASE ACCELERATION PAYMENT OPTION

12. As of January 1, 2024, quota holders in year four (4) of the five (5) year term have a one-time option to accelerate their lease-to-own conversion process.
13. To exercise the option, the quota holder shall notify EFO, who will invoice the quota holder for the balance remaining following the 2024 initial flock count.
14. Invoices are payable upon receipt.
15. Any quota holder with a fowl quota of less than 1,800 who exercises this option is ineligible to lease any additional birds.
16. The fowl quota issued as part of the conversion process is ineligible for any pro rata increases in the year of conversion.
17. A quota holder who has not initiated a lease as of January 1, 2024, may still participate in the LLP, however, the lease acceleration option will not be available until year four (4) of the five (5) year term.