Draft August, 2026

P5 HARMONIZED PRODUCER QUOTA POLICY

(see recommendation table in appendix 13)

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1. EFFECTIVE DATE

This policy takes effect on August 1, 2009 (for Québec, Ontario and Nova Scotia), unless otherwise indicated.

(See recommendation #2010-0027) Dairy Farmers of New Brunswick became participants as of July 1st, 2010.

(See recommendation #2010-0036 below and 2010-0029 not included) Dairy Farmers of Prince Edward Island became participants as of September 1st, 2010.
(See recommendation 2014-127): Provincial boards give the mandate to the P5 Quota Committee to establish a common framework for conducting an evaluation of all P5 and provincial quota policies (see appendix 12)

(See recommendation 2014-133) That the attached P5 Quota Policy Evaluation Framework Document (see appendix 12) be submitted for approval by the provincial boards.

2. GENERAL POLICY STATEMENT

Provincial milk marketing Boards that are signatories to the Agreement on the Eastern Canadian Milk Pooling will collectively manage producers' quotas in accordance with this policy so that the benefits and responsibilities associated with one kilogram of quota are the same for all producers in the pool.

3. APPLICATION

This policy applies to the provincial milk marketing Boards that are signatories to the Agreement on the Eastern Canadian Milk Pooling namely those of Prince Edward Island, Nova Scotia, New Brunswick, Quebec, and Ontario.

4. PRINCIPLES AND OBJECTIVES

(i) **Principles**: The three main principles of this policy are:

- The quota policy should be the best policy for the benefit of P5 producers.
- The quota policy should be the best policy for the benefit of the entire P5 market.
- Policies should operate in a way to ensure that the P5 market is filled annually and seasonally.

(ii) **Objectives**: The nine main objectives of this policy are:

- To be simple to manage and administer
- To be transparent and easy to understand
- That the benefits and responsibilities associated with a kilogram of quota should be the same for every producer in the P5
- That the price of quota reflects its value as a right to a market and be consistent with good business practices
- That as much quota as possible be transferred over the quota exchange
- That there is fair and equitable access to quota
- That quota must generate its benefit through production, not trade
- That there be accessibility, transparency and credibility
- That quota policy should facilitate inter-generational transfers

5. HARMONIZED QUOTA POLICIES

For ease of presentation, quota policies are grouped into five categories: (i) individual quota policies; (ii) quota transfer policies; (iii) other quota policies; (iv) pooling; and (v) pool management.

(See recommendation 2012-086): That producer requests pertaining to non-harmonized policies be considered by the provincial board until such time as the policy area is harmonized.

A. INDIVIDUAL QUOTA POLICIES

Quota Issuance (see appendix 7): (common quota issuance will start on December 1, 2009) The P5 Producer Quota Committee will decide how much quota has to be issued pool wide in order to fill the market. Issuance will be expressed as a percent of the pool sum of provincial quotas and the innovation milk for the pool marketed under the Domestic Dairy Product Innovation Program (DDPIP), Dairy Innovation Program (DIP) and Market Access Program (MAG). Each province, subject to agreed adjustments for provincial programs, shall issue the same percent of its provincial quota and its pooled share of innovation milk to producers. Quota will be issued in kilograms per day using two (2) decimal places. The monthly quota for producer payment purposes is equivalent to the number of days their milk was marketed in that month.

Over Production / Under Production Credits: Effective Aug 1, 2022, the total flexibility will be 25 days, made up of 15 days of under-production credits and 10 days of over-production credits.

Incentive Days (see appendix 7) There may be fall incentive days. They will be announced as far in advance as practically possible. The number of days and the month(s) during which they apply can be changed if warranted by circumstances, remembering that as a pool the objective is first to produce enough milk to fill the P5 market, while meeting the requirements of the national continuous quota management system. Additional incentive days, outside the fall period, could be considered under exceptional circumstances.

Over-Quota Production: The penalty for over-quota production will be "zero pay" in the month the over-quota milk is produced. Producers will also be charged the normal administration, promotion, transportation, etc. fees and charges.

SNF: Butterfat Ratio: Effective 2021-2022 a two-tier level of ratios are administered on a monthly basis.
A producer is paid the within-quota rates for SNF less than or equal to the SNF cap for every one kilogram of within-quota butterfat. There are within-quota rates for SNF less than the market ratio and market rate for SNF between the market ratio and the SNF cap.
There is zero payment for SNF above the ratio of the SNF cap.
There is zero pay for over quota SNF and butterfat.

(See recommendation 2014-126): A maximum common producer payable ratio calculated on a monthly basis be 2.35 for the 2014-2015 dairy year.

(See recommendation 2012-098: That no exemption be granted to organic milk producers under the Harmonized SNF/BF payment policy.

(See recommendation 2012-087): To recommend that the request for an exemption in regards to the SNF/BF policy to meet requirements for cheese production be denied.

(See recommendation 2012-083): To approve the following guiding principles in order to ensure that the same producer payment methodology is used across the pool.

(See recommendation 2011-072 below and 2011-069, 2011-061, 2011-060, 2011-053, 2010-019 not included):

The harmonized SNF payment policy is based on the two following principles:

- One harmonized policy for all P5 producers
- Ensure that the actual P5 SNF/BF production ratio does not exceed the P5 target ratio determined at the national level.

The P5 Quota Committee shall perform an annual review to determine the maximum payable cap ratio for the coming year. Producers' global profitability, and other elements, shall be considered as part of the review.

B. QUOTA TRANSFER POLICIES

Price Cap: It was agreed that a cap on the price of quota would be established at $25,000 per kilogram per day. By February 1, 2016 all provincial Boards transitioned to a $24,000 price cap. How each provincial Board gets there is up to them.

Quota exchange will occur within provinces. The provincial exchanges operate as determined by their provincial Boards Quota Exchange priorities, such as new entrant programs, may be determined by provincial Boards.

Quota Transfers: Clearly, with a cap it is essential to have as much quota going through the exchange as possible. Provincial Boards will make every reasonable effort to implement policies that prevent circumvention of the quota exchange. **The following will be permitted: same site transfers, transfers from parents to children on a new or existing** site (discussion point with the staff, and one-time transfers to a previous business partner on a new site).

(See recommendation 2012-094): To ask staff to prepare a report which will further explain the differences in non-exchange transfers policies between provinces and present it for information at the next Quota Committee meeting.

(See recommendation #2010-0021) No exemption related to marriage shall be granted in order to fully respect the "no merger" policy.

Non-Saleable Quota: Starting August 1, 2015 non-saleable quota will be converted to saleable, resulting in non-saleable quota equal to zero. On June 1, 2026 non-saleable quota was re-introduced.

C. OTHER QUOTA POLICIES

Minimum / Maximum Quota Holdings: The minimum quota holding will be 10 kilograms per day. There will be no maximum quota limit. Producers currently holding less than 10 kilograms will be grandfathered.

(See recommendation 2011-059: To mandate, as low to medium priority, technical staff to review and document the maximum quota holding issue.

Catastrophe: All provinces have provisions for catastrophes such as barn fires, major operator issues, death and similar situations. All seem to operate effectively. This aspect of quota policy is not harmonized for the moment and the staff responsible for quota administration is asked to bring forward a policy proposal.

(See recommendation 2012-080: (Catastrophe Clause) Due to the lack of consensus, Committee Members agreed to postpone discussion on this issue to a later date.

(See recommendation 2011-074 – appendix 10 also): That all P5 Boards support Québec's adoption of the recommendation on the catastrophe provision as submitted to the P5 Quota Committee.)

(See recommendation 2011-064): Gave staff the mandate to harmonize the catastrophe provisions across all P5 provinces when time allows.

New Entrants: The P5 New Entrant Program has the following elements:

- The P5 pool will lend a maximum of 20 kg of quota to new entrants per year
- The maximum number of new entrants per year is distributed as follows:
- Quebec: 9; Ontario: 8; New Brunswick: 1; PEI: 1; and Nova Scotia: 1. Provincial Boards can start additional farms at their discretion using their own provincial quota.
- Quota for the "loan" portion will come from the P5 pool.
- Individuals will be loaned one kilogram of quota for each kilogram of saleable quota from 20 to 30 kilograms.
- Individuals must buy a minimum of 20 kilograms of quota.
- Starting in Year 11, new entrants must return 0.1 kilogram of quota per month
- New entrants must never have owned quota before.
- New entrants must be approved by a provincial selection committee.
- If the number of successful applicants is greater than the number of opportunities, they will be selected by lottery with the remainder getting a priority for the next year. (PEI: order and waiting list) – will look at it. NB, NS & Québec & Ontario (no waiting list) Unfilled NS position in one year carries forward to future year based on Board approval.
- Provincial Boards must adhere to the pool rules to be eligible to get this quota from the pool. Deviation from the rules means that the quota has to be sourced from the Board.

- Only actual quantity issued to the participants of the program should be reported.(See recommendation #2010-0043)
- Adjustment to the issuance should be made when there is a P5 Quota Committee decision on issuance and when the volumes are significant enough to justify an adjustment. (See recommendation #2010-0043)
- No carry-over within a province when the volume is not used; the volume not used is made available for general distribution at the P5 level. (See recommendation #2010-0043 – modify by 2012-084???)
- Program accounting will be based on the dairy year. (See recommendation #2010-0043)

(See recommendation 2013-121 below and 2012-095, 2012-085, 2012-079, 2011-062 not included).

On-going operation exemption

New entrant is exempted of purchasing quota on the exchange and may purchase quota through an on-going operation if, at the date of application, there has been at least one provincial exchange with less than 12 kg offered for sale in the previous 12 exchanges; only applicable in the Maritimes.

To be eligible for the 20 kg loan, the new entrant can acquire a minimum of 20 kg but no more than 30 kg through an on-going operation. In NS there is a 40 kg cap.

Future acquisition of quota

After the new entrant has met the above requirements and received the totality of their 20 kg loan, the new entrant is subject to the rules that apply to all producers regarding the acquisition of quota.

Implementation time

Next P5 new entrant cycle

It was also decided to convert the 5-year loan producers to 10 years by adding 5 years to their remaining loan.

Return of loaned quota

Starting at the anniversary date of the loan in year 11 and beyond, 1.2 kg/year, 0.1 kg/month.

The Committee considers the above proposal as the core elements of the harmonization of the P5 new entrant policy. It also acknowledges that several details still require harmonization and will develop those further proposals at the next meeting.

(See recommendation 2012-084): That production quota associated with each provincial share of the P5 New Entrant Program should only be made available to the respective province, on a cumulative basis, as of August 1st, 2009.

(See recommendation 2011-075): That 24 kg of quota be available to the province of PEI under the P5 New Entrant Program for the dairy year 2011-2012.

(See recommendation 2010-043): That the administration of the P5 New Entrant Program be done as follows:

1) Only actual quantity issued to the participants of the program should be reported;
2) Adjustment to the issuance should be made when there is a P5 Quota Committee decision on issuance and when the volumes are significant enough to justify an adjustment;
3) No carry-over within a province when the volume is not used; the volume not used is made available for general distribution at the P5 level;

Program accounting will be based on a dairy year.

Quota Credit Exchange / Leases: PEI, New Brunswick and Nova Scotia all have policies that permit the transfer of under-production credits to producers who have either used their over-production credits or want to change their over-production credit status. This type of program allows a level of flexibility for producers to make individual production decisions for the short-term without having to invest in quota. On the negative side, producers have to pay to produce the underproduction of another producer when otherwise quota would have been made generally available to offset provincial under-production resulting from producers not filling their quota.

The provincial Boards did not agree to a pool-wide inter-provincial credit exchange.

Each of the Maritime Provinces can continue with their own program. The Maritimes are encouraged to develop a common approach to operating a credit exchange. The Committee did not entirely rule out further work on an inter-provincial credit exchange. There was a 0.5% reduced allocation to Maritimes in exchange for higher quota fill fate resulting from credit exchange / leasing programs.

Quebec's Succession Program: Quebec has a program that provides, under specific circumstances, for quota to be loaned for a fixed period of time, to new producers who acquire a significant financial interest in the dairy operation. No other province has a comparable program. Quebec will be permitted to continue with their succession program for the indeterminate future. Quebec will give consideration to phasing out this program.

(See recommendation 2010-033 below and 2010-009 not included) That the Succession Policy file be removed from the Committee's agenda for a non-specified period of time.

Inter-Provincial Quota Exchange: There is no agreement to create an inter-provincial quota exchange as part of this policy. However, a harmonized quota policy is a prerequisite that creates the potential to consider an inter-provincial quota exchange at a later date. That time will be no sooner than the end of the phase-in period for harmonizing quota policies.

However, for there to be an inter-provincial quota exchange, all policies have to be completely harmonized. Where there are differences (the credit exchange, the succession program, , etc.), there would need to be harmonization, whether through the elimination or, alternatively, adoption at the pool level of certain policies.

D. POOLING

The following has been agreed to:

- all consequences of being over quota as a pool will be pooled (see Appendix 4)
- under-production will be pooled
- dollars collected from zero-pay for over-quota production at the producer level will be pooled

(See recommendation 2012-091: (Single Treatment at the P5 level) That the calculation methodology developed by staff be adopted (most faulty province approach. For example, in the case of over quota, the cumulative gap deduction will be applied, first, to the province with the highest continuous quota's position and so on until the P5 over quota has been completely dealt with). (see Appendix 4)

(See recommendation 2009-003): To accept the proposed methodology for sharing the financial impact of over-quota production at the producer level and to accept that the Quota Issuance Model be modified to incorporate the kilogram limits for the sharing of provincial over-quota obligations. The kilogram limits will be applied over the December 2009 to July 2010 period and are calculated as 0.2% of provincial quotas and innovations amounts as of October 1st, 2009. The limits are:

Nova Scotia 13,263 kg of BF
New Brunswick 10,354 kg of BF
Québec 228,674 kg of BF
Ontario 195,798 kg of BF

- zero-pay dollars generated from the application of the SNF:BF ratio will be pooled in the future, once a pool-wide ratio is implemented. In the interim, provinces that have year-end SNF:BF credits will make them available to provinces exceeding their obligations, as is the case now.

E. POOL MANAGEMENT

- Once the quota policy is in place, all production targets will be established at the pool level. In other words, if it is determined that a quota increase or decrease is needed, the recommendation will be made at the pool level *for adoption by each* provincial board.
- Similarly, any change to the number of incentive days issued will be done at the pool level.
- Staff has been instructed to develop a method for monitoring and projecting milk supplies, the resulting milk movements and quota utilization at the P5 level.
- As identified earlier, each province, subject to agreed adjustments for provincial programs such as quota leasing, shall issue the same percent of its provincial quota and its pooled share of innovation milk to producers. The intent is to allow provinces to issue the same per cent of their provincial quota and shared innovation milk to producers, while permitting provincial Boards to implement internal redistributions for provincial policies such as additional new entrants or the Québec succession program, that are not specifically recognized by the pool.
- All provincial Boards agree to follow the recommendation of P5 Producer Quota Committee and to jointly issue quota to their producers, adjusting for the new entrant quota requirements, the quota leasing programs, and pool-wide over/under issuance.

6. IMPLEMENTATION

The effective date of the initial harmonized policy is August 1, 2009. However, provinces will have two full dairy years (until July 31, 2011) to complete some aspects of implementation. Nothing prevents a provincial Board from implementing or transitioning to an agreed upon policy prior to the implementation period.

7. DECISION-MAKING

Decisions of the Quota Committee constitute recommendations to the five provincial boards. After a recommendation by the P5 Quota Committee, there are two principles for decision-making. The first is that to implement the harmonized producer quota policy, there has to be unanimity, meaning all five boards have to agree. Once the policy is in place, recommendations for changes can be made by double majority vote at the P5 Producer Quota Committee as outlined in Appendix 2 .

(See recommendation #2010-0037) P5 Producer Quota Committee–established with two votes for each of Ontario and Quebec and one vote for each of the Maritime Provinces. Recommendations to change a policy would require a "double majority" meaning four out of seven votes AND three out of five provinces.

8. OTHERS

Harmonization of administrative rules

Further harmonization be pursued with the long term objective to have the same quota policies and administrative procedures in each province.(See recommendation #2010-0006)

PART 2

TERMS OF REFERENCE UPDATED 2025 – REFER TO SEPARATE DOCUMENT

Appendix 1

TERMS OF REFERENCE OF THE P5 PRODUCER QUOTA COMMITTEE – AUGUST 1, 2009

MANDATE

The mandate of the P5 Quota Committee (hereafter "the Committee") is to administer the P5 Harmonized Producer Quota Policy (see above – section 7). The Committee develops protocols to assist P5 producer boards in their administration and implementation, within their province, of the P5 Harmonized Producer Quota Policy and report to P5 producer boards for follow up and implementation in accordance with the laws of the relevant province. The Committee shall inform the Supervisory Body of its activities on a regular basis. In doing so, the Committee is to emphasize the requirement to treat equitably all producers of the P5 and ensure that the privileges and duties associated with one kg of quota are the same for every P5 producer. The Committee will address exceptional circumstances that affect provincial or regional milk production.

MEMBERSHIP

The Committee is made up of:

2 representatives from Ontario (could be 1 person with 2 votes)
2 representatives from Québec (could be 1 person with 2 votes)
1 representative from Nova Scotia
1 representative from New Brunswick
1 representative from Prince Edward Island

Committee members are chosen by their respective provincial milk marketing board and remain part of the Committee until their board decides otherwise. Marketing boards must ensure that their representative(s) on the Committee have the necessary knowledge and skills to contribute to the work of the Committee. The Committee will have access to advice from technical staff from the P5 Boards.

The Committee chooses one of its members to act as the leader of the Committee. This role will rotate among the provinces every year so that after 5 years, 5 representatives from 5 different provinces will have acted as leader for one year each.

(See recommendation #2010-0014) The leader as well as all Committee Members of the P5 Quota Committee are responsible to ensure that each participating province is adequately represented at all Committee meetings and that recommendations are supported in respect to the recommendation making procedures already agreed upon.

(See recommendation 2011-055: That the following procedures be adopted and incorporated in the Committee Terms of Reference:

In the case where a Committee member representing a Maritime province needs to be replaced:

- The Board of the province will identify a replacement and the GM will officially notify the Leader and the Secretary of the Quota Committee who will be the replacement and if it will be on an “ad hoc” or permanent basis. The Board can instruct the Leader and the Secretary that the above information is provided as a standing instruction until the Board provides further notification.

In the case where one or two Committee members representing the province of Québec or Ontario need to be replaced:

- The Board of the province will decide and the GM will officially notify the Leader and the Secretary of the Quota Committee (1) if the two votes of the province will be exercised by one or two person, and (2) who will be the person or persons empowered to exercise these votes, and (3) if it will be on an “ad hoc” or permanent basis. The Board can instruct the Leader and the Secretary that the above information is provided as a standing instruction until the Board provides further notification.

In the case where the Leader of the Committee needs to be replaced:

- Quota Committee Members will decide, prior to the meeting, the person who will be replacing the Leader and if it will be on an “ad hoc” or permanent basis.

MEETINGS

The Committee meets as needed. These meetings can occur by phone, webinar, face to face or any other mean that the Committee deems appropriate. The Committee’s leader is responsible for convening the meetings.

<u>(See recommendation #2010-0024 below and 2010-035 not included)</u>
<u>That the P5 Quota Committee meetings be planned around the same dates as some other large industry meetings already scheduled. Other meetings could be scheduled outside these dates if needed.</u>

CONSULTATION PROCESS

The provincial Boards will commit to consult other provincial boards through the P5 Producer Quota Committee on any issues arising from the harmonized policy as well as any other potential quota policy changes being considered irrespective of whether or not those elements have been harmonized.

MECHANISM FOR BOARD FEEDBACK (see recommendation table #2010-0004 –

The mechanism is based on the following three principles. The process should:

- be apolitical (day to day management of the current policy should be managed by staff only);
- apply only to issues arising from the new harmonized policy (producer matters, challenges/appeals, etc.) while old policies and/or non-harmonized policies will still be dealt with at the provincial level only with a long-term goal to fully harmonize;
- apply to any new policy proposal and/or policy modification of the current harmonized policy.

More precisely, the process could be based on the following guidelines for each of the following three categories of issues that may arise:

Policy Development

This category includes modification to the provisions of the current policy as well as proposal for new policies.

For this category, a two-step approach could be taken. First, an issue raised under this category could be brought to the P5 Quota Committee (after a request is made by a province and having been reviewed by P5 staff) as a "matter for information". This step should allow to better understand the issue or the trend as well as to identify potential policy solutions.

As a second-step, following the P5 Quota Committee's discussion and some indication of support, staff will further review the issue and the Quota Committee's comments and bring back a proposal at a future meeting as a "matter for consultation". The proposal (amended or not), if adopted, will then be submitted to each provincial's boards for approval.

Producer Matters

This category mainly includes requests made by producers for exemption pertaining to provisions of the Harmonized Policy.

For this category, the approach that should be taken (if there is a request for an exemption from a provision of the harmonized quota policy) is, first, to explain the policy to the producer and, if possible, to propose an alternative solution within the policy that may address the concern. Staff and provincial boards should consider the request in relation to the policy and only bring the request to the attention of the P5 Quota Committee if the existing policy lacks clarity and is subject to interpretation.

If a provincial quota committee/provincial board thinks a producer's request for exemption is reasonable and that the policy is the issue, the request should then be reviewed by P5 staff and then, if necessary, be brought to the attention of the P5 Quota Committee following the two-step approach described under the policy development section ("matter for information" followed, if necessary, by "matter for consultation").

Challenges and Appeals

First, all provinces have the obligation to provide expertise, guidance and advice when a particular province is facing a legal challenge that concerns the Common Harmonized Policy.

This being said, there is a need to make a distinction between the period right after a province has been notified of a challenge/appeal (when a case is pending consideration by a Board or any other provincial authority, e.g. Tribunal/Régie/Commission, Minister's Office, etc.), the period when a challenge/appeal is already in front of the Tribunal/Régie./Commission and the period when a decision having an impact on the harmonized policy has just been made by a Tribunal/Régie/Commission.

In the first case, staff from the province considering the case could ask other P5 staff for guidance and/or advice in relation to the issue. It could be brought to the attention of the P5 Quota Committee as "matter for information" only.

Once the legal process in front of a Tribunal (or Minister's Office) has started, the issue could be brought to the attention of the P5 Quota Committee as a "matter for information" only.

In the third case, which means in the case where a Tribunal/Régie/Commission decision has an impact on one or some elements of the Harmonized Quota Policy, a discussion could take place among P5 staff, first, followed, if necessary, by a discussion at the P5 Quota Committee to formulate a recommendation to provincial boards.

(See recommendation 2012-076): For the short term, that a P5 Quota Committee conference call/meeting be organized no sooner than seven days after staff agreed to submit to the P5 Quota Committee a recommendation to modify quota and/or incentive day issuance. The meeting notification should remind each province that they will be responsible to organize a conference call/meeting with their respective board no later than 24 hours after the P5 Quota Committee conference call is planned to take place.

For the longer term, that the option allowing for more authority at the P5 Quota Committee level be explored with Provincial Board Members.

(See recommendation 2011-058): Committee Members indicated that they generally agreed with the following process to introduce a new concept or idea:

- A concept or an idea from a provincial quota committee and/or a provincial board should only be approved in principle and sent for review to the P5 Quota Committee without further details;
- P5 Quota Committee would receive the proposal and will decide if the concept or the idea requires further analysis and development by staff and what should be mandate given to staff;
- P5 Technical Quota Committee would review the concept and develop the analysis and details necessary for moving a recommendation forward. A recommendation by technical staff is made to the P5 Quota Committee as a matter of information;

- If necessary, P5 Technical staff further review the policy proposal with the P5 Quota Committee preliminary comments and make a recommendation to the P5 Quota Committee for consultation (or for approval);
- The P5 Quota Committee review staff recommendation and makes a recommendation to the provincial boards (including a process to consult producers).

COMMITTEE EXPENSES SHARING (see recommendation #2010-0044)

Meeting expenses (translation, interpretation, meeting rooms, group meals) related to the P5 Quota Committee be pooled among New Brunswick, Nova Scotia, Ontario, Prince Edward Island and Québec based on all milk shares effective September 1st, 2010.

Travelling expenses (airfare, hotel, meals, etc.) of Committee Members and staff will continue to be under the responsibility of each individual provincial board.

(See recommendation 2013-108): Adoption of the report of expenditures covering the period of April to October 2012 as presented.

(See recommendation 2012-092): To recommend the adoption of the expenditure report as submitted covering of November 2011 to May 2012.

(See recommendation 2012-081): To accept the P5 Quota Committee Expenses Document as presented for the period covering July to November 2011.

(See recommendation 2011-067): To accept the P5 Quota Committee Expenses Document as presented for the period covering September 1st, 2010 to July 8, 2011.

(See recommendation 2011-052): That all Richard Lamoureux's travelling costs related to the training session be pooled at the P5 level on the all milk share basis.

(See recommendation 2010-044): To accept the P3 Quota Committee Expenses Document as presented for the period covering November 13, 2009 to June 30th, 2010 and; to accept the P4 Quota Committee Expenses Document as presented for the period covering July 1st, 2010 to September 1st, 2010 and that the meeting expenses (translation, interpretation, meeting rooms, group meals) related to the P5 Quota Committee be pooled among New Brunswick, Nova Scotia, Ontario, Prince Edward Island and Québec based on all milk shares effective September 1st, 2010. Travelling expenses (airfare, hotel, meals, etc.) of Committee Members and staff will continue to be under the responsibility of each individual provincial board.

(See recommendation 2010-034): To accept the P3 Quota Committee Expenses document as presented for the period covering November 13, 2009 to June 30th, 2010 and; that the meeting expenses (translation, interpretation, meeting rooms, group meals) related to the P4 Quota Committee be pooled among New Brunswick, Nova Scotia, Ontario and Québec based on their share of the P4 total quota plus innovation effective July 1st, 2010. (See latest related recommendations at 2010-0044)

Appendix 2

DECISION MATRIX – P5 PRODUCER QUOTA COMMITTEE

Principles

- All decisions concerning the adoption of additional elements for harmonization which have not been already agreed to in the P5 Harmonized Producer Quota Policy require unanimity.

- All decisions concerning changes or modifications to the elements of the P5 Harmonized Producer Quota Policy agreed upon by each P5 province and each P5 Producer Board shall be made by a double majority vote except for modifications to the level of the quota price cap and changes in the saleable quota threshold. The latter two elements can only be changed by a unanimous vote.

Decision	Decision Process
SECTION 1 : GENERAL PRINCIPLES	
???Implementation of the Policy	????Each provincial board decides on transition and submits a calendar of implementation by August 1, 2009.
Adoption of new elements of policy which have not been agreed to in the P5 Harmonized Producer Quota Policy	Must be agreed to by each provincial board
SECTION 2: INDIVIDUAL QUOTA POLICIES	
Changing the P5 production target	Double majority by the P5 Producer Quota Committee. Applied by each provincial board.
Changing the model of quota issuance to producers	Double majority by the P5 Producer Quota Committee. Applied by each provincial board.
Monitoring and allocating P5 quota to meet market conditions	Double majority by the P5 Producer Quota Committee. Applied by each provincial board.
Changing over/ under production credits	Double majority by the P5 Producer Quota Committee. Applied by each provincial board.
Issuing and removing incentive days, including timing	Double majority by the P5 Producer Quota Committee. Applied by each provincial board.

Decision	Decision Process
Changing penalties for over quota production	Double majority by the P5 Producer Quota Committee. Applied by each provincial board.
Adoption of a SNF/Butterfat ratio policy *No single policy as of August 1, 2009*	Must be agreed to by each provincial board
SECTION 3: QUOTA TRANSFER POLICIES	
Changing the quota price cap	Unanimity by the P5 Producer Quota Committee. Applied by each provincial board.
Changing the exceptions permitted outside the quota exchange mechanism	Double majority by the P5 Producer Quota Committee. Applied by each provincial board.
Issuing all market growth and over-allocation as non-saleable if above the saleable quota 2009 threshold	Double majority by the P5 Producer Quota Committee. Applied by each provincial board.
Changing the mechanism from the 2009 threshold for saleable quota	Unanimity by the P5 Producer Quota Committee. Applied by each provincial board.
SECTION 4: OTHER QUOTA POLICIES	
Minimum /maximum quota holding	Double majority by the P5 Producer Quota Committee. Applied by each provincial board.
Changing the new entrant policy	Double majority by the P5 Producer Quota Committee. Applied by each provincial board.
Adoption of a single catastrophe policy *No single policy as of August 1, 2009*	Must be agreed to by each provincial board
Adoption of a single quota credit exchange/leasing policy *No single policy as of August 1, 2009*	Must be agreed to by each provincial board
Adoption of an Interprovincial Quota Exchange *No single policy as of August 1, 2009*	Must be agreed to by each provincial board

Appendix 3

Actual provincial TPQ, Provincial Allocation and Saleable quota base (See recommendation #2010-0036)

ACTUAL PROVINCIAL TPQ , PROVINCIAL ALLOCATION AND AUGUST 1ST 2009 SALEABLE QUOTA BASE

	P.E.I.	NOVA-SCOTIA	N-B	QUÉBEC	ONTARIO	P5
August 1st 2009 Saleable Quota Base	3,896,560	6,607,692	5,158,294	113,928,203	97,547,088	227,137,837
August 1st 2009 Saleable Quota Base (kg/day)	10,675.51	18,103.27	14,132.31	312,132.06	267,252.30	622,295.45
October 2009 Daily TPQ (100% of Provincial Allocation)	10,713.84	18,168.69	14,183.30	313,251.38	268,216.53	624,533.73
October 2009 Daily TPQ (99.5% of Provincial Allocation for PEI, NB and NS and 100% for Québec and Ontario)	10,660.27	18,077.85	14,112.38	313,251.38	268,216.53	624,318.40
YEARLY TPQ	3,890,999	6,598,414	5,151,018	114,336,752	97,899,033	227,876,217

	P.E.I.	NOVA-SCOTIA	N-B	QUÉBEC	ONTARIO	P5
Provincial Allocation (August 2010)	3,905,760	6,623,680	5,170,698	114,195,776	97,781,678	227,677,592
Innovation (July 2009 - June 2010)	31,360	53,186	41,516	916,958	785,126	1,828,146
Total	3,937,120	6,676,866	5,212,214	115,112,734	98,566,804	229,505,738
Daily TPQ (1)	***10,766.87***	***18,258.63***	***14,253.50***	***316,383.89***	***270,898.69***	***630,561.59***
YEARLY TPQ	***3,929,909***	***6,664,398***	***5,202,529***	***115,480,120***	***98,878,023***	***230,154,979***
Level of issuance	***99.817%***	***99.813%***	***99.814%***	***100.319%***	***100.316%***	***100.283%***

Difference Between August 2010 Daily TPQ and and August 1st 2009 Saleable Quota Base	0.86%	0.86%	0.86%	1.36%	1.36%	1.33%

DROIT DE PRODUIRE, ALLOCATION PROVINCIALE ET BASE DE QUOTA VENDABLE

	I.P.É.	N-É	N-B	QUÉBEC	ONTARIO	P5
Base de quota vendable au 1er août 2009	3,896,560	6,607,692	5,158,294	113,928,203	97,547,088	227,137,837
Base de quota vendable au 1er août 2009 (kg/jour)	10,675.51	18,103.27	14,132.31	312,132.06	267,252.30	622,295.45
Droit de produire d'octobre 2009 (100% de l'allocation provinciale)	10,713.84	18,168.69	14,183.30	313,251.38	268,216.53	624,533.73
Droit de produire d'octobre 2009 (99,5% de l'allocation provinciale pour l'IPÉ, le NB et la NÉ et 100% pour le Québec et l'Ontario)	10,660.27	18,077.85	14,112.38	313,251.38	268,216.53	624,318.40
Droit de produire annuel	3,890,999	6,598,414	5,151,018	114,336,752	97,899,033	227,876,217

	I.P.É.	N-É	N-B	QUÉBEC	ONTARIO	P5
Allocation provincial (Août 2010)	3,905,760	6,623,680	5,170,698	114,195,776	97,781,678	227,677,592
Innovation (Juillet 2009 - juin 2009)	31,360	53,186	41,516	916,958	785,126	1,828,146
Total	3,937,120	6,676,866	5,212,214	115,112,734	98,566,804	229,505,738
Droit de produire journalier	***10,766.87***	***18,258.63***	***14,253.50***	***316,383.89***	***270,898.69***	***630,561.59***
Droit de produire annuel	***3,929,909***	***6,664,398***	***5,202,529***	***115,480,120***	***98,878,023***	***230,154,979***
Niveau d'émission	***99.817%***	***99.813%***	***99.814%***	***100.319%***	***100.316%***	***100.283%***

Différence entre le droit de produire d'août 2009 et la base de quota vendable du 1er août 2009	0.86%	0.86%	0.86%	1.36%	1.36%	1.33%

Appendix 4 (put table only)

Dairy Farmers of Nova Scotia | Dairy Farmers of Prince Edward Island | Dairy Farmers of New Brunswick / Producteurs laitiers du Nouveau-Brunswick

Fédération des producteurs de lait du Québec | Dairy Farmers of Ontario

August 31st, 2010

Mr. John Core
Chief Executive Officer
Canadian Dairy Commission
Building 55, NCC Driveway
Central Experimental Farm
960 Carling Avenue
Ottawa Ontario K1A 0Z2

Dear Mr. Core:

We, Dairy Farmers of Nova Scotia, Dairy Farmers of New Brunswick, Dairy Farmers of Prince Edward Island, Fédération des producteurs de lait du Québec, and Dairy Farmers of Ontario are writing this letter to request that the Canadian Dairy Commission (CDC) implement the procedures described below in order to provide for the collective sharing of our provincial and producer financial obligations for over-quota production under our common quota policy. We would request that these procedures be implemented effective with the pooling calculations for September 2010 production. This is to coincide with Dairy Farmers of Prince Edward Island's commitment to fully adopt and implement all elements of the P5 common quota policy effective September 1st, 2010.

We would stress that the following procedures will only have an impact on revenue sharing and monthly pool transfers between Nova Scotia, New Brunswick, Prince Edward Island, Quebec and Ontario. They are beyond the National Pooling calculations and will have no impact on the revenue available and pool transfers to any province outside of the P5 Pool. These procedures broaden and replace the procedures established July 1st , 2010 for the sharing of provincial and producer financial obligations for over quota production amongst Dairy Farmers of Nova Scotia, Dairy Farmers of New Brunswick, Fédération des producteurs de lait du Québec, and Dairy Farmers of Ontario.

Financial Sharing of Our Provincial Over-quota Obligations To Other Provinces

By agreement the full sharing of each other's over-quota financial obligations or financial penalties to the National Plan pursuant to this request will commence September 1st, 2010. If applicable, these obligations will be shared each month based on the provincial shares of individual producer within-quota production occurring within each province.

Financial Sharing of Individual Producer Over-quota Obligations Across the Five Provinces

As is the case for provincial over-quota obligations, the methodology provides for the sharing of the financial value of the non-payment of individual producers for their over-quota production each month based on the provincial shares of individual producer within-quota production occurring within each province.

Determination of P5 Component Prices

Effective September 1, 2010, the calculation of the P5 component prices for price pooling and sharing of over-quota purposes will be determined using the individual within-quota production for each province as opposed to the within-quota production for the province that is used in the National Pooling calculations. The agreed methodology for integration of the sharing of provincial and individual producer over-quota directly into the P5 pooling calculations, effective September 1, 2010, is outlined in the attached spreadsheet model (see Appendix 1).

To allow the CDC to perform this calculation, the five provinces will provide the CDC with the total kilograms of individual producer over quota shipments each month for butterfat, protein and other solids. The CDC will use this additional information along with the total production components already submitted each month to determine the individual within-quota production for each province for the calculation of the related pool transfers between us.

Concluding Remarks

We ask that you implement these revised pooling procedures beginning with the September 2010 pool.

Havey Whidden
Chair, Dairy Farmers of Nova Scotia

____________ Date: __

Reg Perry
Chair, Dairy Farmers of New Brunswick

____________ Date: __

Marcel Groleau
Chair, Fédération des producteurs de lait du Québec

____________ Date: __

William Emmott
Chair, Dairy Farmers of Ontario

____________ Date: __

Harold MacNevin
Chair, Dairy Farmers of Prince Edward Island

____________ Date:

***Add excel sheet after the pdf

Appendix 5

PRODUCER COMMUNICATION PROCESS
(See recommendation
#2010-0008 and 2010-0022))

The following are the main elements of the process.

- A meeting calendar of the P5 Quota Committee will be established at least 6 months in advance;
- All P5 Boards should also adopt a calendar for Conference Call with their Boards that are scheduled within a 24 hour period after the P5 Quota Committee meeting is planned to take place. The main purpose of the Conference Call would be to allow members of provincial boards to approve or reject the P5 Quota Committee recommendations concerning modifications to quota issuance and/or incentive days.
- The Secretary of the Committee will circulate the P5 Quota Committee recommendation to the provincial boards shortly after the P5 Quota Committee meeting;
- Once a decision is made by a provincial board, it will be immediately reported to the Secretary of the P5 Quota Committee, who will collect the information and circulate it to all other boards;
- When it is be confirmed that ALL P5 Producer Boards have adopted the recommendation of the P5 Quota Committee with no modifications, the Secretary will then inform Communication staff in each of the P5 provincial boards that the information can be released in the next 24 hours;
- Communication staff will circulate to each other the information provided to the producers in their province;
- The whole process, from the Quota Committee meeting up to when the information is released to producers in each province, should not take more than 72 hours;
- The best vehicle (s) to inform producers should be determined in each individual province.

Appendix 6

GUIDELINES FOR CONSIDERATION OF EXCEPTIONAL CIRCUMSTANCES

(See recommendations table #2010-0030 (below) as well as 2010-016, 2010-041and 2011-048 (not included)

The overall objective of the P5, whether it is through quota or incentives issuance, is to ensure a provincial allocation fulfillment at 100% over the long term (more than 12 months). Any measure taken to prompt production should be consistent with this objective.

The P5 Provincial Boards adopted the following conditions or criteria under which the option of quota and/or production incentive issuance could be considered for a given province for other purposes than to prompt fall production:

1. *The provincial cumulative gap must be low (i.e. lower than -0.5% on continuous quota national scale);*
2. *The average producers tolerance must be equal or above the provincial cumulative gap;*
3. *The average producer's tolerance should be between -1.5% (-5.5 days) and +2.7% (+10 days);*
4. *The provincial forecasted monthly quota fulfillment must be below 98% and 2% lower than the pool average;*

In addition to these criteria, the Quota Committee will assess if the issuance of quota or production incentives could cause provincial over-quota in the short term or the long term (i.e. within 12 months). Since over quota financial consequences are shared, a province would not be allowed to apply further production incentives which would clearly result in over quota production.

The P5 Quota Committee could consider any other measures, in lieu of or in addition to production incentive, which it would see fit in order to properly manage a situation of under or over production. The P5 Quota Committee wants to reiterate that a province must not diverge from the common issuance recommendation (quota and/or incentive days). Only exceptional circumstances recognized by the P5 Quota Committee could justify a different issuance in a given province.

APPENDIX 7

POOLING AND MARKET-RELATED RECOMMENDATIONS

(See recommendations 2013-116 (below) as well as 2013-113, 2013-107, 2012-101 and 2012-093 (not included)):
To recommend the adoption of the following motion, including Appendix A,:

"MOTION FOR THE CREATION OF A P5 PRODUCER PRICE STABILIZATION MECHANISM

Whereas the Agreement on the Eastern Canadian Milk Pooling (the Agreement) "endeavours to promote a greater equity through harmonization of policies and regulations relative to the production and marketing of milk in and among the provinces"(provision 1.03);

Whereas the Agreement has permitted the pooling of revenues from the sales of milk components sold by milk producers in a manner that results in each province receiving from the pooling mechanism the same gross price for each milk component and that provincial programs be subtracted from the component price paid after the gross prices have been established;

Whereas the result of the pooling mechanism (same price for each milk component in each province) has contributed to reduce the differences between provincial monthly producer prices, without eliminating it;

Whereas there is still today no common monthly P5 producer price across provinces due mainly to the differences caused by the time lag between the P5 interprovincial revenue transfers and the actual payment to producers, the impact of current provincial SNF payment policies and the provincial programs prevailing in the P5 provinces;

Whereas these differences in producer monthly price between P5 provinces can sometime be significant and may be a source of confusion for producers who believe that sharing all revenues should translate into a common producer monthly component prices at the pool level;

Whereas a P5 producer price stabilization mechanism will help to further reduce the differences in producer component prices between provinces, with, after August 2014, the only source of differences being the existing provincial programs;

Whereas a P5 producer price stabilization mechanism represents an important step towards the establishment of a truly harmonized producer component prices at the pool level and the eventual creation of a single desk for producer payment;

Whereas only three provinces in the P5 have expressed, for now, their interest to adopt this mechanism and reduce the volatility in their producer monthly price;

It is therefore agreed

That a common producer price stabilization mechanism be established in New Brunswick, Québec and Ontario, starting with the August 2013 production as per the calculation methodology attached in appendix A.

That any other P5 provinces wanting to participate in the common price stabilization mechanism be invited to express their request in writing to CDC Chief Executive Officer and to all the Chairs of P5 producer boards as well as the month of production for which they would like to start to apply the mechanism;

That the Canadian Dairy Commission amends the actual monthly interprovincial pooling transfer calculation and report to include the dollar amounts transfers resulting from the methodology described in appendix A and that it provides the appropriate support to ensure that the transfer of money "advance or receive" by each province has been properly taken into account in the actual interprovincial pooling transfers between all provinces.

APPENDIX A : PRODUCER BLENDED PRICE P3 POOLING METHODOLOGY (Ontario, Québec and N.B.)

1. A preliminary pool is calculated each month (around the 10th of the month). This pool takes into account :
    a. The P10/P5 revenue pooling results of the second preceding production month;
    b. The ice cream initiative costs pooling results of the second preceding production month;
    c. The promotion costs pooling results of the second preceding production month;
    d. The provincial total revenue of the preceding production month;
    e. The provincial promotion costs of the preceding production month;
2. The solids non fat part of all the revenue and pooling results is splitted 80% on protein and 20% on other solids;
3. All the revenue and pooling results is divided by the provincial within quota production for butterfat, protein and other solids;
4. The sum of the provincial revenue and pooling results determines a P3 pooling price for all components;
5. A transfer of revenue takes place such that the provincial pool price decreases or increases to the level of the P3 pooling price;
6. The actual interprovincial transfer of revenue takes place on the 15th of the current producer payment month.
7. The final P10/P5 pool takes place at the end of the month and the actual revenue transfer takes place the following month. The actual interprovincial transfer is netted out of the P3 pooling revenue transfer taking place on the 15th of the month.

The Quota Committee further recommends, once all P5 Boards have approved the above motion and appendix A, that they be submitted to the P5 Supervisory Body for approval.

(See recommendation 2013-112 (below) and 2012-089 (not included): The creation of a P5 Organic Milk Pool and that the net available revenues (organic milk premium paid by processors minus the additional transportation cost) associated with the organic milk production be shared between the provinces of Québec and Ontario only. The province of Nova Scotia is not included for now in the recommendation since the organic milk industry in that province is still at an infant stage and no premium is currently being paid to organic producers. The provinces of New Brunswick and Prince Edward Island currently don't have any organic milk producers.

(See recommendation 2013-106 and amendment with 2013-110): From now on, discussion on the development of any new niche markets at the P5 and/or provincial levels within P5 will take place first at the P5 Quota Committee. (Secretary's note: An amendment has been approved by all P5 Boards, as per the April 16, 2013 P5 Quota Committee recommendation, and read as follows: "After the discussion, it was duly moved, seconded and unanimously carried to recommend that, from now on, provincial boards will inform and advise the Committee only if the development of a niche market is considered within the current harmonized policy parameters, and ask for the Committee's approval in situations where a province seeks an exception".)

(See recommendation 2012-090):

•To develop and implement a P5 Harmonized Policy for DHA milk for August 1st, 2014;

•That P5 Technical staff develop a policy to recapture the SNF/BF ratio penalty from the marketplace before August 1st, 2014;

•That the issuance of incentive days to increase DHA milk supply be recommended by the P5 Quota Committee and approved by all P5 Boards as of August 1st, 2012 (or when all P5 Boards will have adopted this recommendation).

(See recommendation 2012-077): That the P5 Quota Committee received the mandate to develop a plan to harmonize niche milk markets at the pool level. (Secretary's note: This topic was briefly discussed at the January 17, 2012 P5 Chairs and GMs Meeting and a motion was adopted to give the mandate of developing a plan to harmonize niche market at the pool level to the P5 Quota Committee. Staff involved in niche marketing will be invited to participate in the niche markets harmonization initiative).

(See recommendation 2011-071): Committee generally agreed on the adoption of the following elements regarding DHA and Organic milk:

- Remind all P5 Boards that, by establishing a P5 Quota Committee, they de facto recognized that it has the authority to recommend quota and incentive days issuance for all the milk produced in P5, including niche markets milk;
- In the short term, due to the need to increase supply and the only supply being available from existing DHA shipper is based in Ontario, it is recommended that DFO be able to issue incentive days to increase the DHA milk supply without consulting the P5 Quota

Committee on the condition that an incentive day issuance be reported to the P5 Members as soon as a decision is made. This exception will cease as soon as DHA milk is available from other provinces in the P5 milk pool.

Recommends that staff develop a plan to treat niche market milk at the pool rather than at the provincial level and bring a proposal forward for consideration to the P5 Quota Committee.

APPENDIX 8

ADMINISTRATIVE MEASURES FOR INTERNAL USE ONLY

(January 2014- internal decision):

- Ensure that motions are available both in English and French at the time of approval by the Committee;
- Circulate the minutes at least one day in advance to allow enough time for all provinces to respond;
- Ask staff to email their response and comments to all other staff;
- Ask the Secretary to indicate any comments or response done directly to him by staff from one province that may not have been seen by staff from other provinces and to highlight the changes made or questions raise when the minutes are recirculated after the comment period is over;
- In the case were motions are not time sensitive, ask provincial boards to delay the discussion to next month (or by one additional day if in the current month).

(See recommendation 2013-120): Reappoint Jeff Weeks at the position of Leader of the Committee for second one-year term).

(See recommendation 2013-117): Staff received the mandate:

1- To develop communication material that will be used by all P5 provinces to inform their producers of DFNS Board's decision to initiate the process of removing the price cap on quota as well as some potential next steps at the provincial and at the P5 levels;
2- To send a letter to DFNS Chairman and General Manager, signed by the Leader of the P5 Quota Committee, expressing the concerns and the disappointment of the Committee and requesting more clarity on the required procedures and process to implement the decision in their province;

To add on the July 15, 2013 P5 Quota Committee's agenda a discussion item to better define the process and consequences, if any, that would result should DFNS diverge from the P5 Harmonized Quota Policy.

July 9, 2013

Mr. Havey Whidden
Chair
Dairy Farmers of Nova Scotia
Suite 100
4060 Highway 236
Lower Truro, Nova Scotia
B6L 1J9

Mr. Brian Cameron
General Manager
Dairy Farmers of Nova Scotia
Suite 100
4060 Highway 236
Lower Truro, Nova Scotia
B6L 1J9

Dear Sirs,

I am writing you in my capacity as Chair of the P5 Quota Committee (“Committee”). This follows our conference call on July 3, 2013.

As you know, the Committee is concerned and disappointed to learn of the Dairy Farmers of Nova Scotia (DFNS) Board’s decision, as communicated by you on June 27, 2013, that it approved initiating the process of removing the quota exchange price cap policy. As you must know, this is a core element of the P5 Quota Harmonized Policy.

You have advised that this process involves consulting with your members, the P5 Quota Committee, Industry Partners and is subject to a number of regulatory steps, including approval of the Natural Products Marketing Council.

On behalf of the Committee, we would like to have better clarity as to all of the procedures and process in your jurisdiction that is required to implement this decision. This should include greater detail about the “consulting with our members,” and what “regulatory steps” are involved.

Similarly, we would appreciate being informed as to the results of the consultations as well as your advice as to the anticipated timing to complete the same. We would also appreciate your advice as to the procedures available to individual producers who may choose to appeal the decision.

In short, the Committee would like to receive as much detail as possible about how this process is expected to develop.
We expect the Committee will be defining the process and consequences, if any, that would result should DFNS diverge from the P5 Harmonized Quota Policy. The Committee will attempt to provide you with this information prior to your consultations in hopes that it will help producers and government make an informed decision.

As you know, the Committee is scheduled to meet on July 15, 2013 and would appreciate a formal response in time for that meeting.

I trust this is satisfactory, but should you have any questions or concerns, please do not hesitate to advise.

Sincerely,

Jeff Weeks
Leader of the P5 Quota Committee

(See recommendation 2013-115)

The adoption of an informal protocol for public communication (articles, power points, report to the P5 SB, etc.) which can be summarized as follow:

- The document will be circulated to all technical quota committee members for their review and comments;
- Brian Cameron will be responsible for reviewing, editing and suggesting improvements for the English version. Patrice Dubé and Richard Lamoureux will play the same role for the French version;
- All comments from the reviewers will be sent to the author who will be responsible for the final approval and to recirculate the final document to Technical Quota Committee staff.

(See recommendation 2013-109): That staff updates, on an annual basis, the December 2008 P5 Producer Quota Harmonized Policy document with the recommendations adopted by the provincial boards, and that the updated P5 Producer Quota Harmonized Policy be posted in the P5 Quota Committee Reference section of the CDC members site.

(See recommendation 2012-102): To divide the “extract of the minutes” in two sections: one section will be “items for decision” while the second section will be “items for information”. Provincial GM’s and/or Provincial Board Secretary will be responsible to send an email to the Committee’s Secretary informing him of the results of the vote in their respective provinces.

(See recommendation 2012-096): To appoint Jeff Weeks at the position of Leader of the Committee for a one-year term.

(See recommendation 2012-082): That Ian Harrop be reappointed to the Leader of the Committee position for a period of six months. Members agreed that Mr. Harrop could still be eligible for a reappointment in six months.

(See recommendation 2011-054): That technical staff rapidly conduct a general review of these two provisions (priority to new producers on the exchange, Max. 35 kg for the p5 new entrant program).

(See recommendation 2011-050): That the Ontario report (primary links, regulations rewrite on saleable/non saleable quota, etc.) be reviewed at the P5 Technical Quota Committee.

(See recommendation 2011-049): Technical staff identify three persons (one from Québec, one from Ontario and one from the Maritimes) with the mandate to:

- Review the P5 Quota Committee amended terms of reference (and assess if the recommendations have been inserted in the appropriate sections)
- Review the recommendations table

(See recommendation 2010-042): That staff put together a discussion paper that would be submitted to each P5 Boards Members to give initial consideration to the overall objective and policy instruments identified by the P5 Quota Committee in regards to “Quota Transfer Policy” on and outside the quota exchange.

(See recommendation 2010-039): That all statistical reports as well as the access to the CDC website be provided to all provincial boards members as soon as they are available.

(See recommendation 2010-038): That the Secretary revise the appendices and identify all the modifications required (with the date of the Quota Committee recommendations) and that the revised appendices be submitted to technical staff for review.

(See recommendation 2010-026): Agreed with the P3 Quota Committee Report on Producer Quota Policy presented with some modifications.

(See recommendation 2010-025): Agreed with the P5 Statistics Report Prototype presented with some modifications.

(See recommendation 2010-0018 below and 2010-0013 not included): That Michel Beauséjour and Patrice Dubé develop two templates as proposed by the Technical Quota Committee and which could be used for future references.

(See recommendation 2010-0010): That milk supply and market update reports as well as any other analysis report prepared for the P3 Quota Committee should included all P5 provinces data while highlighting P3 data when appropriate ;

(See recommendation 2010-002): That P5 staff collect the figures and the facts as well as any background information necessary to support the rationale that led to the adoption of that policy and that could bring further explanation to producers on the impact of quota and credit leasing programs on provincial's fill rate.

(See recommendation 2009-0004): Election of Mr. Havey Whidden as Leader

APPENDIX 9

CORRESPONDANCES WITH PROVINCIAL BOARDS

(See recommendation 2014-135): That the attached letter (see appendix 3) following FPLQ's board decisions be sent to all P5 Boards. (Secretary's note: Participants have accepted to waive the Committee's internal policy which suggests, among other things, that motions (and attachment) be presented both in English and French at the time of approval by the Committee.)

April 28, 2014

Mr.Bruno Letendre
Chair of the Board of Directors
Fédération des producteurs de lait du Québec
555, boulevard Roland-Therrien
Longueuil QC J4H 4G3

Mr. Bill Emmott
Chair of the Board of Directors
Dairy Farmers of Ontario
6780 Campobello Road
Mississauga ON L5N 2L8

Mr. Havey Whidden
Chair of the Board of Directors
Dairy Farmers of Nova Scotia
Suite 100, 4060 Highway 236
Lower Truro NS B6L 1J9

Mr. Paul Gaunce
Chair of the Board of Directors
Dairy Farmers of New Brunswick
PO Box 5034
Sussex NB E4E 5L2

Mr. Harold MacNevin
Chair of the Board of Directors
Dairy Farmers of Prince Edward Island
420 University Avenue, Suite 204
Charlottetown PEI C1A 7Z5

Subject: Reminder to all P5 provincial boards that any policy changes must be submitted first to the P5 Quota Committee for consideration and recommendation

The P5 Quota Committee reviewed March 2014 FPLQ's board policy changes concerning the maximum bid limits per producer on the exchange and quota transfer between parents' to child on a green site. While it was recognized that some elements of these changes allowed the province of Québec to be further harmonized with certain other provinces of P5, Quota Committee members expressed their disappointment that these decisions were made without following the process for the introduction of a new concept or an idea (recommendation 2011-058) approved by all P5 Boards in April 2011.

This being said, the P5 Quota Committee members would like to take this opportunity to remind all recently and less recently elected board members of the harmonized policies that were agreed to since 2009 and that any policy changes must be submitted to the P5 Quota Committee for consideration and recommendation. You will find attached the policy outlining this process.

Sincerely,

Jeff Weeks
Leader of the P5 Quota Committee

Encl.: Extract of minutes outlining the Quota Policy Harmonization Process

APPENDIX 1

EXTRACT OF THE MINUTES OF THE APRIL 21ST, 2011 MEETING

Committee Members indicated that they generally agreed with the following process to introduce a new concept or idea:

- A concept or an idea from a provincial quota committee and/or a provincial board should only be approved in principle and sent for review to the P5 Quota Committee without further details;
- P5 Quota Committee would receive the proposal and will decide if the concept or the idea requires further analysis and development by staff and what should be mandate given to staff;
- P5 Technical Quota Committee would review the concept and develop the analysis and details necessary for moving a recommendation forward. A recommendation by technical staff is made to the P5 Quota Committee as a matter of information;
- If necessary, P5 Technical staff further review the policy proposal with the P5 Quota Committee preliminary comments and make a recommendation to the P5 Quota Committee for consultation (or for approval);
- The P5 Quota Committee review staff recommendation and makes a recommendation to the provincial boards (including a process to consult producers).

(See recommendation 2014-129):

January 24, 2014

Mr. Bill Emmott
Chair of the Board of Directors
Dairy Farmers of Ontario
6780 Campobello Road
Mississauga, Ontario

L5N 2L8

Subject: Dairy Farmers of Ontario (DFO) Board decision to allow the merging of quota due to a marriage Mr.Chair,

At its January 23-24, 2014 meeting, the P5 Quota Committee reviewed the November 2013 DFO Board decision to allow the merging of quota related to a marriage and determined that the decision is contrary to the P5 producer's current “no merging of quota” policy. The matter of quota mergers due to marriage was originally referred to the P5 Quota Committee in April 13, 2010 by Dairy Farmers of Ontario. A recommendation approved by all P5 Boards asked DFO to rescind its policy permitting a merger due to marriage. DFO rescinded its policy as a result.

The P5 Quota Committee believes that the November 2013 decision taken by the DFO Board is not only inconsistent and detrimental to past Quota harmonization decisions but it also sets a precedent that could seriously undermined the P5 producer's “no merging of quota” policy.

Therefore, the P5 Quota Committee would like to reaffirm, for a second time, to your Board its April 2010 recommendation, “that going forward, no exemption related to marriage be granted by participating provinces in order to fully respect the “no merger” policy”.

Sincerely,

Jeff Weeks
Leader of the P5 Quota Committee
c.c. To all P5 Chairs

(See recommendation 2013-123)

October 28, 2013
Mr. Havey Whidden
Chair of DFNS Quota Committee
Dairy Farmers of Nova Scotia
Office Suite 100
4060 Highway 236
Lower Truro, Nova Scotia
B6L 1J9
Canada

Subject: A request to transfer production quota in the context of a farm corporation

Mr. Whidden,

The P5 Quota Committee reviewed a producer's request submitted by DFNS at its October 25, 2013 meeting. The request related to corporate farms and was contemplating the following two steps:

Step 1: a corporate farm buying the shares of another corporate farm;
Step 2: a corporate amalgamation of both farms such that all assets and quota are held by one farm corporation and production occurs on one site.

After reviewing the proposal, the P5 Quota Committee is of the opinion that "Step 2" is contrary to the P5 Harmonized Producer Quota Policy. As you will recall, under the P5 quota harmonization process in 2009, all five provinces, including DFNS, agreed to ensure that as much quota as possible will be sold through the quota exchange and that only a few exemptions will be allowed for transfers off the exchange.

The corporate amalgamation of assets and quota of corporate farms under one farm corporation is not among the exemptions identified under the agreement. Furthermore, Step 2 is not allowed in any of the four P5 provinces in accordance with the "no merger" policy under the harmonized quota policy since August 2009. This policy is essential to preserve the principles of equity and fairness among P5 producers.

Therefore, the P5 Quota Committee is of the opinion that Step 1 should not be allowed if it leads to Step 2 and that Step 2 must never be allowed.

I would ask that you consider this very serious matter at your earliest convenience.

Please feel free to contact me if I can be of assistance to you.

Sincerely,

Jeff Weeks
Leader of the P5 Quota Committee

c.c. Chairs of Dairy Farmers of Ontario, Fédération des producteurs de lait du Québec, Dairy Farmers of New Brunswick, Dairy Farmers of Prince Edward Island.

(See recommendation 2013-119):

July 18, 2013

Mr. Havey Whidden
Chair of the Board of Directors
Dairy Farmers of Nova Scotia
Office Suite 100
4060 Highway 236
Lower Truro NS B6L 1J9

Subject: **Dairy Farmers of Nova Scotia (DFNS) Board motion to initiate a process to remove the quota price cap**

Mr.Chair,

At its July 15, 2013 meeting, the P5 Quota Committee reviewed the June 27, 2013 DFNS Board decision to initiate a process to remove the quota price cap in Nova Scotia.

This decision is contrary to the P5 Harmonized Producer Quota Policy and does not follow the process to consider a quota policy change (see Appendix A for your review and consideration) that was agreed to by P5 provinces. Under this process, DFNS has agreed to submit any proposed quota policy change to the P5 Quota Committee for consideration prior to a decision for implementation. DFNS has not done so in this instance.

The P5 Quota Committee believes that the decision taken by the DFNS Board is detrimental to the spirit of working together to share risks and rewards, negates work done by five provinces to establish harmonized policies and impacts ongoing and future harmonization work.

Therefore, the P5 Quota Committee requests that DFNS rescind its motion to initiate a process to remove the quota price cap and avoid any future deviation from agreed to policy change processes or to change policies independently.

I would ask that you consider this very serious matter and respond in writing immediately following your next meeting scheduled for late July 2013. It is our deepest hope that DFNS Board will decide to honour its commitment taken at the P5 Supervisory Body on October 19, 2010 by supporting the resolution concerning the harmonization of producer quota policies.

If you would like to discuss the matter with me or if I can be of assistance to you, please feel free to contact me.

Sincerely,

Jeff Weeks
Leader of the P5 Quota Committee

copy:
Bill Emmott, Chair, Dairy Farmers of Ontario
Bruno Letendre, Président, Fédération des producteurs de lait du Québec
Reginald Perry, Chair, Dairy Farmers of New Brunswick
Harold MacNevin, Chair, Dairy Farmers of Prince Edward Island
Francoise Gauthier, Présidente, Régie des marches agricoles et alimentaires du Québec
Gordon MacBeath, Chair, Prince Edward Island Agricultural Marketing Council
Bob Shannon, Chair, New Brunswick Farm Products Marketing Commission
Ken Peacock, Chair, Nova Scotia Natural Products Marketing Council
Geri Kamentz, Chair, Ontario Farm Products Marketing Commission

Appendix A

EXTRACT OF THE MINUTES OF THE APRIL 21ST, 2011 MEETING

Committee Members indicated that they generally agreed with the following process to introduce a new concept or idea:

- A concept or an idea from a provincial quota committee and/or a provincial board should only be approved in principle and sent for review to the P5 Quota Committee without further details;
- P5 Quota Committee would receive the proposal and will decide if the concept or the idea requires further analysis and development by staff and what should be mandate given to staff;
- P5 Technical Quota Committee would review the concept and develop the analysis and details necessary for moving a recommendation forward. A recommendation by technical staff is made to the P5 Quota Committee as a matter of information;
- If necessary, P5 Technical staff further review the policy proposal with the P5 Quota Committee preliminary comments and make a recommendation to the P5 Quota Committee for consultation (or for approval);
- The P5 Quota Committee review staff recommendation and makes a recommendation to the provincial boards (including a process to consult producers).

(See recommendation 2012-097): To send a letter, signed by the Leader of the Committee, to DFNB Board Members (letter reviewed and approved by Committee Members can be found in appendix 1of the meeting minutes). The letter explains that the NB's Board policy change is contrary to the harmonized producers' tolerance policy and that it is setting a precedent that could negatively impact future harmonization work. The letter asks NB's Board to rescind their decision. A reminder of the decision making process already approved by all P5 Boards has been attached to the letter.

October 31st, 2012

Mr. Reginald Perry
Chair of the Board of Directors
Dairy Farmers of New Brunswick

PO Box 5034
Sussex NB E4E 5L2

Subject: Dairy Farmers of New Brunswick (DFNB) board policy change concerning the new entrant program

Mr. Chair,

The P5 Quota Committee reviewed DFNB's board policy change concerning the new entrant program at its October 26, 2012 meeting and determined that the policy change is contrary to the P5 producer's tolerance harmonized policy.

The P5 Quota Committee believes that this policy change is detrimental to past Quota harmonization decisions and is setting a precedent that will negatively impact future harmonization work. Therefore, the P5 Quota Committee is asking DFNB to rescind its motion and avoid all deviation to the P5 harmonized policies.

The P5 Quota Committee would also like to remind all P5 provincial boards of the harmonized policies that were agreed to since 2009 and that any policy changes must be submitted to the P5 Quota Committee for consideration and recommendation. You will find attached the policy outlining this process.

Sincerely,

Jeff Weeks

Jeff Weeks
Leader of the P5 Quota Committee

Encl.: Extract of minutes outlining the Quota Policy Harmonization Process

c.c.: Chairs of Dairy Farmers of Ontario, Fédération des producteurs de lait du Québec, Dairy Farmers of Nova Scotia, Dairy Farmers of Prince Edward Island

EXTRACT OF THE MINUTES OF THE APRIL 21ST, 2011 MEETING

Committee Members indicated that they generally agreed with the following process to introduce a new concept or idea:

- A concept or an idea from a provincial quota committee and/or a provincial board should only be approved in principle and sent for review to the P5 Quota Committee without further details;
- P5 Quota Committee would receive the proposal and will decide if the concept or the idea requires further analysis and development by staff and what should be mandate given to staff;
- P5 Technical Quota Committee would review the concept and develop the analysis and details necessary for moving a recommendation forward. A recommendation by technical staff is made to the P5 Quota Committee as a matter of information;
- If necessary, P5 Technical staff further review the policy proposal with the P5 Quota Committee preliminary comments and make a recommendation to the P5 Quota Committee for consultation (or for approval);

- The P5 Quota Committee review staff recommendation and makes a recommendation to the provincial boards (including a process to consult producers).

APPENDIX 10

OPINIONS TO PROVINCIAL BOARDS (WITHOUT FORMAL CORRESPONDANCES)

(See recommendation 2014-128): To not oppose, in principle, that New Brunswick administers its quota exchange in hundredths. New Brunswick is encouraged to discuss the amendments to their quota rules with Nova Scotia in order to achieve further harmonization.

(See recommendation 2013-122 (replacing 2013-118): Agree with DFO's position that the request to merge quota should not be permitted under P5 policy and therefore support DFO' s position to deny the request to merge quota. DFO will send a letter in response".

(See recommendation 2013-114: P5 Quota Committee denied the request and asked Dairy Farmers of Ontario to officially respond to the producer.

(See recommendation 2012-100: That New Brunswick's policy changes in regards to their minimum quota holding policy be approved as presented with no further obligations.

(See recommendation 2011-074: That all P5 Boards support Québec's adoption of the recommendation on the catastrophe provision as submitted to the P5 Quota Committee.

(See recommendation 2011-073: That all P5 Boards support Québec's adoption of the recommendations submitted to the P5 Quota Committee (ref.: priority access given to businesses acquiring their first 12 kg of quota on the SCVQ, distribution of quota through the SCVQ, new entrant program, impossibility of relocating).

(See recommendation 2011-065): That P5 provincial boards approve all New Brunswick's amendments included in their July 6, 2011 document with the exception of the section on Joint Ventures included in the Order 2011-04 Daily Quota Order, since joint ventures are not among the quota transfers permitted under the current P5 Harmonized Producer Quota Policy.

(See recommendation 2011-063): That P5 provincial boards approved all Québec's board proposals included in their July 5, 2011 letter as presented (including the elimination of the option which consists of allowing a licensed dairy farm to accumulate 180 underproduction credit days from their provincial catastrophe provision).

(See recommendation 2010-045): To support, in principle, the proposal that will be submitted to the FPLQ Board to prohibit relocation of quota for transfers outside the exchange and to recognize that the proposal is in conformity with the P5 Harmonized Producer Quota Policy.

(See recommendation 2010-023): Supported the amendments to the construction policy proposed by the New Brunswick Board. The amendments will prevent producers from using the construction policy provision to rent their non saleable quota.

(See recommendation 2010-011): That DFO proposal are within the intent of the P5 Harmonized Quota Policy and its objective to allow only one license or administrative producer number per production facility unit and to maximize the amount of quota transferred over the exchange.

APPENDIX 11

TASKS WITH EXTERNAL ORGANIZATIONS

(See recommendation 2013-111): From now on, P5 staff provide, on annual basis, the information requested by Statistics Canada in regards to the theoretical value of producer quota for P5 and each individual P5 provinces starting with 2012. The methodology to determine the theoretical value is as follows:

Theoretical value of producer quota for P5

(kg/day)	December 2012	$/kg	Value
Prod. Quota	599 174.24	25 000	$14 979 355 923
Non Sal. Quota	56 879.89	----------	-----------
Total	656 054.13	22 833	$ 14 979 355 923

Furthermore, Committee Members asked that our response indicates our discomfort with the way Statistics Canada determines the value of quota and that it would be preferable to use a method which only uses the quantity of quota traded on the exchange multiplied by the quota price of the exchange.

(See recommendation 2013-104 That provincial boards review and approve the revised version of the report before January 31st, 2013. Once all five provinces have indicated that they are comfortable with the report, provincial boards will circulate it to their industry and provincial government representatives
(See recommendation 2012-088): That two production forecast reports per year (July and January) be provided to industry stakeholders in each P5 provinces. The details regarding the format of this report will be finalized by staff over the coming months.

APPENDIX 12

P5 Technical Committee Recommendations for a P5 Quota Policy Evaluation Framework

Background

The P5 boards agreed to establish a common framework for conducting an evaluation of all P5 and provincial quota policies.

The P5 Technical Quota Committee was directed to provide a policy framework for consideration at the April 2014 P5 Quota Committee.

The P5 Technical Committee met on March 7 and April 4, 2014 to discuss framework options for consideration at the April 24, 2014 P5 Quota Committee Meeting.

The P5 Quota Committee is recommending that the evaluation phases outlined in the balance of the document be approved by the P5 Boards.

Harmonized policy development and implementation

The goal to harmonize quota policies came about as a strategy to achieve greater equity (same benefits and obligations), common P5 governance, and shared or common administration. The governance goal was the result of the October 2007 P5 Forum held in Alliston, Ontario.

A committee comprised of P5 Chairs and General Managers developed a proposal to harmonize a number of quota policy elements.

Starting August 1, 2009, a suite of harmonized quota policies was introduced, as follows:

- $25,000 cap on quota exchange
- Over-quota charges equalling zero pay
- Quota increases above the saleable base being non-saleable
- New Entrant Quota Assistance Program
- Same-site quota transfers
- Transfer to a child on a new site
- Transfer to a previous partner

The principles and objectives used to develop those policy statements were outlined in the December 8, 2008 P5 Harmonized Quota Policy document. They follow in order listed in the 2008 document.

Policy Principles

- that producer quota policy should be the best policy for the benefit of P5 producers;
- the producer quota policy should be for the purpose of serving the total P5 market; and
- that policies should operate in a way to ensure that the P5 quota policy is filled seasonally and annually.

Policy Objectives
The major policy objectives that were established prior for the development of harmonized quota policies included:

- that the benefits and responsibilities of each kilogram of quota be the same for every producer in the P5;
- that the price of quota reflects its value as a right to a market and be consistent with good business practices;
- simple to manage/administer; and
- transparent, easy to understand.

P5 policies have largely been reviewed and revisions recommended by the P5 Quota Committee in the context of the following objectives and policy instruments:

- the quota exchange price cap be $25,000;
- that quota increases are non-saleable;
- that as much quota as possible transfer over the exchange;
  - (this was implied in 2009 by the following statement: *"clearly, with a cap it is essential to have as much quota going through the exchange as possible".)*
- there shall be no quota mergers;
  - (this was not directly stated but implied through exceptions and was originally permitted in several provinces as a result of the interpretation of the following policy statement and in particular how a new site was defined: *"The following will be permitted: same site transfers, transfers from parents to children on a new or existing site, and one-time transfers to a previous business partner on a new site"*).
- that quota policies be administered equitably.

What should the quota evaluation include?
Policies should be derived from the vision and objectives of the P5 Boards in relation to the operating environment. A presentation provided to the Technical Committee that was prepared by JRG Consulting (Dr. John Groenewegen) for Dairy Farmers of Ontario in May 2010 is also attached to provide a possible approach to doing the P5 quota policy evaluation.
A P5 quota policy evaluation framework should include a vision, clearly stated objectives, a review of whether or not existing policies meet the objectives and if not, what revisions need to be made to meet the objectives. As there is a P5 strategic planning session scheduled for the end of September 2014, the P5 Technical Quota Committee is commending that the evaluation process be handled in six phases with the timelines that follow:
Phase 1 – staff to clarify, through questions, the P5 2008 policy principles and objectives (May 2014)
Phase 2 – staff to answer questions by analyzing historical quota transfer trends in relation to phase 1 and assess the effectiveness of the current policy (June 2014)
Note: report phases 1 and 2 to the Quota Committee in July and provincial boards in time for end-of-August or mid-September 2014 provincial Board meetings.
Phase 3 – at the September 2014 P5 planning session, the P5 will establish or reaffirm quota policy goals, objectives that will align with the vision, mission and operating principles. (September/October 2014).

Phase 4 – recommend policy instruments for consideration that align with the established principles and objectives, including an assessment of how the policy instruments have worked historically and are projected to work if adopted; (November/December 2014)
Phase 5– solicit input from producers, through a consultation process; (January/March 2015)
Phase 6 – finalize policy changes, including administrative or operational policies at the P5 level for provincial implementation. (April to July 2015 for an August 1, 2015 implementation date)
Phase 7 – communicate evaluation process and, if there are changes, explain new policy environment (on-going).

Questions for Consideration by the P5 Quota Committee at their July 2014 Board Meeting

1. **Who should conduct the review?**

The response to this question is largely related to the principles, goals and objectives that are established. If largely unchanged from 2009, P5 staff may be in the best position to analyze quota transfers in relation to principles, goals and objectives and present their findings to the P5 Quota Committee.
If the principles, goals and objectives are revised, consideration will need to be given to who is best suited to conduct the review.
Regarding the issue of the future operating environment, this issue may be considered at the P5 planning session scheduled for the end of September 2014. The mission, vision and goals developed by the P5 need to be taken into consideration during the quota policy review to ensure the policy objectives are consistent with the P5 mission, vision and operating principles.

2. **Whose opinions should be considered during the consultation process?**

There are a number of parties that have an interest in the quota policy. Recommendations on who is included and how consultations will be conducted will be considered once the P5 Boards considers the recommended phases.

APPENDIX 13

RECOMMENDATION TABLE

P5 QUOTA COMMITTEE

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2009-0001	A double majority vote means that in order for a motion to pass, 4 out of 6 representatives and 3 out of 4 provinces must vote in favour of it. (see latest related recommendations at 2010-0037)	November 13, 2009	YES	December 2009
2009-0002	That the common level of quota issuance to producers, as of December 1st, 2009, be established, before provincial programs, at 100% of the quota plus innovation allocated to the provinces as of October 1st, 2009. Adjusted for the provincial leasing and credit exchange programs, the final level of issuance to producers in Nova Scotia and New Brunswick will be 99.5% of the quota plus innovation allocated as of October 1st, 2009. No province should issue above these final issuance levels. The Quota Committee also recommended that no change to the quota issued to producers be made as a result of the December 1st, 2009 provincial quota adjustment that will be calculated by the CDC.	November 13, 2009	YES	December 1st, 2009
2009-0003	To accept the proposed methodology for sharing the financial impact of over-quota production at the producer level and to accept that the Quota Issuance Model be modified to incorporate the kilogram limits for the sharing of provincial over-quota obligations. The kilogram limits will be applied over the December 2009 to July 2010 period and are calculated as 0.2% of provincial quotas and innovations amounts as of October 1st, 2009. The limits are: Nova Scotia 13,263 kg of BF New Brunswick 10,354 kg of BF Québec 228,674 kg of BF Ontario 195,798 kg of BF	November 13, 2009	YES	December 2009 to July 2010
2009-0004	Election of Mr. Havey Whidden as Leader	November 13, 2009	INTERNAL	January 2010 to January 2011

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2010-0001	That the "Terms of Reference of the Quota Committee" be amended so that the double majority decision process be replaced. It was further recommended that, from now on, an unanimous vote be required for all recommendations concerning a change or a modification to the elements of the Harmonized Producer Quota Policy as well as all recommendations concerning the adoption of additional elements for harmonization which have not been already agreed to in the Harmonized Producer Quota Policy. (see latest related recommendations at 2010-0037)	January 12, 2010	YES	February 2010
2010-0002	That P5 staff collect the figures and the facts as well as any background information necessary to support the rationale that led to the adoption of that policy and that could bring further explanation to producers on the impact of quota and credit leasing programs on provincial's fill rate.	January 12, 2010	INTERNAL	February 2010
2010-0003	That the quota issuance for P3 producers be maintained at the current level.	January 12, 2010	YES	February 2010
2010-0004	The adoption of the proposed consultation process as modified (mechanism for Board feedback)	January 12, 2010	YES	February 2010
2010-0005	That the meeting expenses (translation, interpretation, meeting rooms, group meals) related to the P3 Quota Committee be pooled among Nova Scotia, Ontario and Québec based on their share of the P3 total quota plus innovation. That travelling expenses (airfare, hotel, meals, etc.) of Committee Members and staff continue to be under the responsibility of each individual provincial board (See latest related recommendation at 2010-0044) .	January 12, 2010	YES	November 13, 2009
2010-0006	That further harmonization be pursued with the long term objective to have the same quota policies and administrative procedures in each province starting with the elements identified in the provided tables. Additionally, staff were asked to prioritize quota policies to be harmonized and to define a detailed process to harmonize policies and administrative procedures for the next P3 Quota Committee Meeting.	January 12, 2010	YES INTERNAL	February 2010
2010-0007	That each participating province issue two incentive days, on a non-cumulative basis, for the months of August, September, October and November 2010.	January 12, 2010	YES	February 2010
2010-0008	That the Communication Strategy for producers proposed in the report be reviewed and be validated by each provincial board in order to be able to formulate a recommendation at the next	January 12, 2010	YES (with amendments)	February 2010

	P3 Quota Committee Meeting (see latest related recommendations at 2010-0022.)			

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT DATE
2010-0009	To review the FPLQ Farm Transfer Assistance Policy and to verify with each board if there is an interest to implement a transfer assistance policy at the P3 level (see latest related recommendations at 2010-0033)	January 12, 2010	YES	February 2010
2010-0010	That milk supply and market update reports as well as any other analysis report prepared for the P3 Quota Committee should included all P5 provinces data while highlighting P3 data when appropriate	January 12, 2010	YES	February 2010
2010-0011	That DFO proposal are within the intent of the P5 Harmonized Quota Policy and its objective to allow only one license or administrative producer number per production facility unit and to maximize the amount of quota transferred over the exchange.	February 11, 2010	YES	March 2010
2010-0012	That technical staff discussed further the different alternatives (fall incentive days, flexibility days, tax on credit exchange users, etc.) put on the table in preparation for the April P3 Quota Committee meeting. (See latest related recommendations at 2010-0032)	March 5, 2010	INTERNAL	April 2010
2010-0013	That the development of any plan for further quota policies and administrative procedures harmonization be put aside for now or until the broader policies be well established at the P5 instead of the P3 level. In the meantime, staff were asked to develop two templates that could be used for future references. The first template would be presenting the regulation (and terminology) currently in place in each province while the second one would be describing the related policies and administrative rules in place in each province.(See latest related recommendations at 2010-0018)	March 5, 2010	INTERNAL	April 2010
2010-0014	That a provision be added to the Terms of Reference stating that "the Leader *and all Committee Members (amendment accepted at the July 15, 2010 meeting)* of the P3E Quota Committee *are* responsible to ensure that each participating province be adequately represented at all Committee meetings and that recommendations be supported in respect with the recommendation making procedures already agreed upon.	April 13, 2010	YES (with amendment accepted at the July 15, 2010 meeting)	August 2010

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2010-0015	Since the Quota Committee has not been able to find adequate alternative solution that would replace the concept or the impact of the concept proposed by the P5 Chairs which consists of reducing the provincial quota allocation of 0.5% for provinces with quota leasing/credit exchange programs, that discussion on this issue in the future take place at the P5 Chairs Committee.	April 13, 2010	YES (with some reserve. See recommendation…)	May 2010
2010-0016	That technical staff further develop parameters and a concept that will help define in more concrete terms the mandate given by the P5 Chairs in regards to exceptional regional circumstances affecting milk production. (See latest related recommendation at 2010-0041)	April 13, 2010	INTERNAL	May 2010
2010-0017	That no modification in quota issuance be made until the next review scheduled for July 2010.	April 13, 2010	YES	May 2010
2010-0018	That Michel Beauséjour and Patrice Dubé develop two templates as proposed by the Technical Quota Committee and which could be used for future references.	April 13, 2010	INTERNAL	May 2010
2010-0019	That P5 Chairs clarify their intention concerning the harmonization of the SNF/BF policy across P5 and indicate any specific mandate they would like the P3 Quota Committee to work on concerning this issue.	April 13, 2010	YES	May 2010
2010-0020	That Technical Committee Members continue their discussion on the concept limiting credit day usage to producers falling within specified flexibility limits and bring back some recommendations at a future Quota Committee Meeting (See latest related recommendation at 2010-0032)	April 13, 2010	INTERNAL	May 2010
2010-0021	That, going forward, no exemption related to marriage be granted by participating provinces in order to fully respect the “no merger” policy.	April 13, 2010	YES	May 2010

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2010-0022	That the Producer Communication Process be amended to allow no more than 72 hours (instead of 48 hours) before any recommendation of the Pool Quota Committee be communicated to producers *and that the process apply only to recommendations by the Pool Quota Committee that concern modifications to quota issuance and/or incentive days (amendments accepted at the July 15, 2010 meeting)*	April 13, 2010	YES (with the July 15, 2010 amendment)	August 2010
2010-0023	Supported the amendments to the construction policy proposed by the New Brunswick Board. The amendments will prevent producers from using the construction policy provision to rent their non saleable quota.	April 13, 2010	YES	May, 2010
2010-0024	That the P3 Quota Committee meetings be planned around the same dates as some other large industry meetings already scheduled. Other meetings could also be scheduled outside these dates if needed.	April 13, 2010	YES	May 2010
2010-0025	Agreed with the P5 Statistics Report Prototype presented with some modifications.	April 13, 2010	YES	May 2010
2010-0026	Agreed with the P3 Quota Committee Report on Producer Quota Policy presented with some modifications.	April 13, 2010	INTERNAL	May 2010
2010-0027	That dairy farmers of New Brunswick be considered full participants under the new P4E Harmonized Quota Policy as of July 1st, 2010 at the same conditions prevailing for dairy farmers from other participating provinces under the P5 Harmonized Producer Quota Policy and as per the attachment (Letter to John Core concerning the sharing of the financial obligations related to the individual and provincial over-quota). That the quota issuance level for New Brunswick be established at 100% of the quota plus innovation allocated to the province of New Brunswick as of October 1st, 2009 minus a 0.5% adjustment for its provincial credit exchange program for a final level of issuance of 99.5% (i.e. 14 112.38 kg/day). The maximum saleable quota reference, as of August 1st, 2009, is established at 14 132.31 kg/day.	June 3, 2010	YES	July 2010
2010-0028	That the P4E Quota Committee decision making-process be based on the same principles and the same elements included in the decision matrix that was originally developed for the P5 Producer Quota Committee with some minor adjustments to reflect the current P4 environment. That the "Double Majority Vote" means that in order for a motion to pass, 4 out of 6 representatives and 3 out of 4 provinces must vote in favour of it. (See related recommendations at 2010-0037)	July 15, 2010	YES	August 2010

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2010-0029	To accept Prince Edward Island's request to join the Pool Producer Quota Policy on the condition that the province implement the current pool policy regarding flexibility days at the producer level (+10 days, -30 days) no later than July 31st, 2011.	July 15, 2010	YES	July 31st, 2011
2010-0030	Adoption of the document titled "Guidelines for consideration of exceptional circumstances" as presented .	July 15, 2010	YES	August 2010
2010-0031	To increase the quota issued to producers from P4E provinces by 1% as of August 1st, 2010 in accordance with the current pool policy regarding saleable and non saleable quota.	July 15, 2010	YES	August 2010
2010-0032	That discussion on the concept of limiting incentive day usage to producers falling within specified flexibility limits be removed from the Committee's agenda for a non-specified period of time.	July 15, 2010	YES	August 2010
2010-0033	That the Succession Policy file be removed from the Committee's agenda for a non-specified period of time.	July 15, 2010	YES	August 2010
2010-0034	To accept the P3 Quota Committee Expenses document as presented for the period covering November 13, 2009 to June 30th, 2010 and; that the meeting expenses (translation, interpretation, meeting rooms, group meals) related to the P4 Quota Committee be pooled among New Brunswick, Nova Scotia, Ontario and Québec based on their share of the P4 total quota plus innovation effective July 1st, 2010. (See latest related recommendations at 2010-0044)	July 15, 2010	YES	August 2010
2010-0035	That the P5 General Managers review their Board meeting dates for 2011 and try to harmonized them in a way that they will occur during the same week for each month.	July 15, 2010	YES	August 2010

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE

	INTERNAL DECISION			
2010-0036	That dairy farmers from Prince Edward Island be considered as full participants under the new P5 Harmonized Quota Policy as of September 1st, 2010 with the exception of the pool's policy regarding flexibility days at the producer level. Dairy Farmers of Prince Edward Island will be required to implement the current pool policy of +10 days, -30 days by August 2011. The common provincial quota issuance references under the harmonized policy as of August 1, 2010 and the maximum saleable quota references established as of August 1st, 2009 are part of this recommendation. These references will apply to Prince Edward Island effective September 1st, 2010. This means that the quota issuance level for Prince Edward Island will be established at 100.31% of the quota plus innovation allocated to the province of Prince Edward Island minus a 0.5% adjustment for its provincial quota leasing program for a final level of issuance of 99.817% (i.e. 10 766.87 kg/day).	August 25, 2010	YES	September 2010
2010-0037	That the producer quota committee decision-making process be based on the same principles and the same elements included in the decision matrix that was originally developed for the P5 Producer Quota Committee. Therefore, Committee Members reaffirmed that the "Double Majority Vote" means that in order for a motion to pass, 4 out of 7 representatives and 3 out of 5 provinces must vote in favour of it.	October 14, 2010	YES	November 2010
2010-0038	That the Secretary revise the appendices and identify all the modifications required (with the date of the Quota Committee recommendations) and that the revised appendices be submitted to technical staff for review.	October 14, 2010	INTERNAL	November 2010
2010-0039	That all statistical reports as well as the access to the CDC website be provided to all provincial boards members as soon as they are available.	October 14, 2010	YES	November 2010
2010-0040	That no modification in quota issuance be made at this time.	October 14, 2010	YES	November 2010

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2010-0041	That technical staff further explore the possibility of developing new criteria to deal with provinces in an over-quota situation which could be incorporated to the "Guidelines for consideration of exceptional circumstances" adopted by P5 provincial boards in 2010.	October 14, 2010	INTERNAL	November 2010
2010-0042	That staff put together a discussion paper that would be submitted to each P5 Boards Members to give initial consideration to the overall objective and policy instruments identified by the P5 Quota Committee in regards to "Quota Transfer Policy" on and outside the quota exchange.	October 14, 2010	YES	November 2010
2010-0043	That the administration of the P5 New Entrant Program be done as follows: 4) Only actual quantity issued to the participants of the program should be reported; 5) Adjustment to the issuance should be made when there is a P5 Quota Committee decision on issuance and when the volumes are significant enough to justify an adjustment; 6) No carry-over within a province when the volume is not used; the volume not used is made available for general distribution at the P5 level; 7) Program accounting will be based on a dairy year.	October 14, 2010	YES	November 2010
2010-0044	To accept the P3 Quota Committee Expenses Document as presented for the period covering November 13, 2009 to June 30th, 2010 and; to accept the P4 Quota Committee Expenses Document as presented for the period covering July 1st, 2010 to September 1st, 2010 and that the meeting expenses (translation, interpretation, meeting rooms, group meals) related to the P5 Quota Committee be pooled among New Brunswick, Nova Scotia, Ontario, Prince Edward Island and Québec based on all milk shares effective September 1st, 2010. Travelling expenses (airfare, hotel, meals, etc.) of Committee Members and staff will continue to be under the responsibility of each individual provincial board.	October 14, 2010	YES	November 2010
2010-0045	To support, in principle, the proposal that will be submitted to the FPLQ Board to prohibit relocation of quota for transfers outside the exchange and to recognize that the proposal is in conformity with the P5 Harmonized Producer Quota Policy.	November 25, 2010	INTERNAL	November 2010
2011-0046	To recommend increasing the quota issued to producers from P5 provinces by 1% as of February 1st, 2011 in accordance with the current Pool Policy regarding saleable and non saleable quota.	January 11, 2011	YES	February 2011
SERIAL	RECOMMENDATION TO BOARDS OR	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE

NUMBER (#)	INTERNAL DECISION			
2011-0047	Each province issue two incentive days, on a non-cumulative basis, for the months of August, September, October and November 2011	January 11, 2011	YES	Fall 2011
2011-0048	Technical staff further review the alternative solutions brought forward under "exceptional circumstances"	January 11, 2011	INTERNAL	N/A
2011-0049	Technical staff identify three persons (one from Québec, one from Ontario and one from the Maritimes) with the mandate to: • Review the P5 Quota Committee amended terms of reference (and assess if the recommendations have been inserted in the appropriate sections) • Review the recommendations table	January 11, 2011	INTERNAL	2011
2011-050	That the Ontario report (primary links, regulations rewrite on saleable/non saleable quota, etc.) be reviewed at the P5 Technical Quota Committee	January 11, 2011	INTERNAL	April 2011
2011-051	That the methodology (on quota issuance adjustment in relation to the P5 New Entrant Program) be adopted as presented.	January 11, 2011	YES	February 2011
2011-052	That all Richard Lamoureux's travelling costs related to the training session be pooled at the P5 level on the all milk share basis.	January 11, 2011	YES	2011-2012
2011-053	To ask technical staff to investigate different options that could be considered in the development of a common SNF/BF policy at the producer level.	January 11, 2011	INTERNAL	April 2011
2011-054	That technical staff rapidly conduct a general review of these two provisions (priority to new producers on the exchange, Max. 35 kg for the p5 new entrant program).	January 11, 2011	INTERNAL	April 2011

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2011-055	That the following procedures be adopted and incorporated in the Committee Terms of Reference: In the case where a Committee member representing a Maritime province needs to be replaced: • The Board of the province will identify a replacement and the GM will officially notify the Leader and the Secretary of the Quota Committee who will be the replacement and if it will be on an “ad hoc” or permanent basis. The Board can instruct the Leader and the Secretary that the above information is provided as a standing instruction until the Board provides further notification. In the case where one or two Committee members representing the province of Québec or Ontario need to be replaced: • The Board of the province will decide and the GM will officially notify the Leader and the Secretary of the Quota Committee (1) if the two votes of the province will be exercised by one or two person, and (2) who will be the person or persons empowered to exercise these votes, and (3) if it will be on an “ad hoc” or permanent basis. The Board can instruct the Leader and the Secretary that the above information is provided as a standing instruction until the Board provides further notification. In the case where the Leader of the Committee needs to be replaced: • Quota Committee Members will decide, prior to the meeting, the person who will be replacing the Leader and if it will be on an “ad hoc” or permanent basis.	March 16, 2011	YES	March 2011
2011-056	To recommend increasing the quota issued to producers from P5 provinces by 1% as of April 1st, 2011 in accordance with the current Pool Policy regarding saleable and non saleable quota.	March 16, 2011	YES	April 2011
2011-057	That all P5 provinces issue one production incentive day for the month of May 2011 and two production incentive days per month for the months of June and July 2011, on a non-cumulative basis.	April 21, 2011	YES	May 2011
	RECOMMENDATION TO BOARDS	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE

SERIAL NUMBER (#)	OR INTERNAL DECISION			
2011-058	Committee Members indicated that they generally agreed with the following process to introduce a new concept or idea: • A concept or an idea from a provincial quota committee and/or a provincial board should only be approved in principle and sent for review to the P5 Quota Committee without further details; • P5 Quota Committee would receive the proposal and will decide if the concept or the idea requires further analysis and development by staff and what should be mandate given to staff; • P5 Technical Quota Committee would review the concept and develop the analysis and details necessary for moving a recommendation forward. A recommendation by technical staff is made to the P5 Quota Committee as a matter of information; • If necessary, P5 Technical staff further review the policy proposal with the P5 Quota Committee preliminary comments and make a recommendation to the P5 Quota Committee for consultation (or for approval); • The P5 Quota Committee review staff recommendation and makes a recommendation to the provincial boards (including a process to consult producers).	April 21, 2011	INTERNAL	April 2011
2011-059	To mandate, as low to medium priority, technical staff to review and document the maximum quota holding issue.	April 21, 2011	INTERNAL	Non specify
2011-060	To give technical staff the mandate to develop options for the harmonization of the SNF/BF ratio policy at the producers' level that will allow P5 producers to be treated on the same basis while allowing the P5 pool to meet its national SNF/BF ratio obligation.	April 21, 2011	INTERNAL	2011

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2011-061	To forward Option 3 to all P5 provincial boards for consideration. Option 3 is comprised of the following elements: • Maximum payable monthly ratio at 2.37; • B.F. Adjustment ratio at 2.24 (payment of dollars originating from zero-payment of SNF production > 2.37 paid to those < 2.24); • $3 Transfer from protein to B.F.; • Effective date August 1st, 2012.	July 21, 2011	N/A	N/A
2011-062	That Quota Committee Members discussed with their respective board what should be the main objective behind the P5 New Entrant Program.	July 21 2011	N/A	N/A
2011-063	That P5 provincial boards approved all Québec's board proposals included in their July 5, 2011 letter as presented (including the elimination of the option which consists of allowing a licensed dairy farm to accumulate 180 underproduction credit days from their provincial catastrophe provision).	July 21, 2011	YES	August 2011
2011-064	Gave staff the mandate to harmonize the catastrophe provisions across all P5 provinces when time allows.	July 21, 2011	INTERNAL	N/A
2011-065	That P5 provincial boards approve all New Brunswick's amendments included in their July 6, 2011 document with the exception of the section on Joint Ventures included in the Order 2011-04 Daily Quota Order, since joint ventures are not among the quota transfers permitted under the current P5 Harmonized Producer Quota Policy.	July 21, 2011	YES	August 2011
2011-066	That the discussion on the producers' production credit days flexibility be postponed until there is a consensus among Quota Committee members to put it back on the agenda.	July 21, 2011	INTERNAL	July 2011
2011-067	To accept the P5 Quota Committee Expenses Document as presented for the period covering September 1st, 2010 to July 8, 2011.	July 21, 2011	YES	August 2011
2011-068	That no changes be made to producer quota and incentives. The committee also agreed on a common message to all P5 Boards and Producers.	September 22, 2011	YES	N/A

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2011-069	To forward the following option to all P5 provincial boards for consideration: • The maximum producer ratio will be administered on a monthly basis; • The maximum producer SNF to BF ratio is 2.35 and SNF production greater than 2.35 will be paid at a rate of $0.00/kg; • The maximum producer ratio is to be reviewed in June or July of each year to ensure the P5 target ratio is being met. Effective on August 1, the maximum producer ratio can be adjusted up or down pending the outcome of the review; • Dollars associated with the individual excess SNF beyond the maximum producer ratio will be paid on the BF production of producers, at or below, maximum producer ratio; • Dollars associated with individual excess SNF will be pooled at P5 level. Provinces will be allowed to pool once the P5 SNF payment method is implemented; • There will be a $3 price shift from protein to butterfat; • A maximum period of time for implementation will be allowed. A period of two years is suggested.	September 22, 2011	N/A	N/A
2011-070	To recommend increasing the quota issued to producers from all p5 provinces by 2% as of December 1st, 2011 in accordance with the current Pool Policy regarding saleable and non saleable quota. Furthermore, it was also agreed to recommend that each P5 provinces issue two production incentive days for the month of December 2011 and one production incentive day for the month of January 2012, on a non-cumulative basis. The Committee also agreed on a common message for all P5 Boards and producers.	October 21st, 2011	YES	December 2011

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2011-071	Committee generally agreed on the adoption of the following elements regarding DHA and Organic milk: • Remind all P5 Boards that, by establishing a P5 Quota Committee, they de facto recognized that it has the authority to recommend quota and incentive days issuance for all the milk produced in P5, including niche markets milk; • In the short term, due to the need to increase supply and the only supply being available from existing DHA shipper is based in Ontario, it is recommended that DFO be able to issue incentive days to increase the DHA milk supply without consulting the P5 Quota Committee on the condition that an incentive day issuance be reported to the P5 Members as soon as a decision is made. This exception will cease as soon as DHA milk is available from other provinces in the P5 milk pool. • Recommends that staff develop a plan to treat niche market milk at the pool rather than at the provincial level and bring a proposal forward for consideration to the P5 Quota Committee.	November 17, 2011	YES	2011-2012

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2011-072	To recommend the adoption of the following elements of a harmonized SNF producer payment policy: The harmonized SNF payment policy is based on the two following principles: • One harmonized policy for all P5 producers • Ensure that the actual P5 SNF/BF production ratio does not exceed the P5 target ration determined at the national level. All P5 provinces agreed on the architecture of the SNF payment policy: • A maximum common producer payable ratio calculated on a monthly basis (2.35 based on the current calculation) • Excess SNF production will be paid at \$0/kg • A \$3/kg shift from protein to BF • The value of excess SNF will be pooled and paid on the BF production of producers with a ratio equal to or lower than the maximum payable ratio PEI, Ontario and Québec are committed to implement the “architecture” defined above, with the exception of the inter-provincial pooling, by August 1st, 2013; All provinces agreed to be full participants in the harmonized policy on August 1st, 2014, including the interprovincial pooling of the value of individual producers’ excess SNF; The P5 Quota Committee shall perform an annual review to determine the maximum payable cap ratio for the coming year. Producers’ global profitability, and other elements, shall be considered as part of the review.	November 17, 2011	YES	2012-2014
2011-073	That all P5 Boards support Québec’s adoption of the recommendations submitted to the P5 Quota Committee (ref.: priority access given to businesses acquiring their first 12 kg of quota on the SCVQ, distribution of quota through the SCVQ, new entrant program, impossibility of relocating)	November 17, 2011	YES	December 2011
2011-074	That all P5 Boards support Québec’s adoption of the recommendation on the catastrophe provision as submitted to the P5 Quota Committee.	November 17, 2011	YES	December 2011
2011-075	That 24 kg of quota be available to the province of PEI under the P5 New Entrant Program for the dairy year 2011-2012.	November 17, 2011	YES	December 2011
SERIAL	RECOMMENDATION TO BOARDS OR	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE

NUMBER (#)	INTERNAL DECISION			
2012-076	For the short term, that a P5 Quota Committee conference call/meeting be organized no sooner than seven days after staff agreed to submit to the P5 Quota Committee a recommendation to modify quota and/or incentive day issuance. The meeting notification should remind each province that they will be responsible to organize a conference call/meeting with their respective board no later than 24 hours after the P5 Quota Committee conference call is planned to take place. For the longer term, that the option allowing for more authority at the P5 Quota Committee level be explored with Provincial Board Members.	January 9, 2012	YES	January 2012
2012-077	That the P5 Quota Committee received the mandate to develop a plan to harmonize niche milk markets at the pool level. (Secretary's note: This topic was briefly discussed at the January 17, 2012 P5 Chairs and GMs Meeting and a motion was adopted to give the mandate of developing a plan to harmonize niche market at the pool level to the P5 Quota Committee. Staff involved in niche marketing will be invited to participate in the niche markets harmonization initiative).	January 9, 2012	YES	January 2012
2012-078	That each participating provinces issue, on a non-cumulative basis, two incentive days per month for the months of August, September and November 2012, as well as three incentive days for the month of October 2012. The announcement of the recommendation will be done immediately. Members also indicated that the Committee will explore other policy options for the future.	January 9, 2012	YES	August-December 2012
2012-079	(P5 New Entrant program) Members recognized that a consensus would not be reached at this point in time. In the meantime, they asked staff to further look at the harmonization of modalities (application period, starting period, etc.), as well as the development of models (simulations) that could help the committee in its future deliberations.	January 9, 2012	INTERNAL	January 2012
2012-080	(Catastrophe Clause) Due to the lack of consensus, Committee Members agreed to postpone discussion on this issue to a later date.	January 9, 2012	INTERNAL	January 2012
2012-081	To accept the P5 Quota Committee Expenses Document as presented for the period covering July to November 2011.	January 9, 2012	YES	January 2012

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2012-082	That Ian Harrop be reappointed to the Leader of the Committee position for a period of six months. Members agreed that Mr. Harrop could still be eligible for a reappointment in six months.	January 9, 2012	INTERNAL	January 2012
2012-083	To approve the following guiding principles in order to ensure that the same producer payment methodology is used across the pool: • At the P5 level, that each P5 province submit on a monthly basis their quantity of excess SNF beyond the maximum payable ratio and the quantity of butterfat eligible to the premium (=or below the maximum payable ratio) to the CDC. This information will be used by the CDC to calculate the BF premium by dividing the pool total of the value of the excess SNF by the total pool kilograms of within quota butterfat eligible for the premium. • At the provincial level, that the BF premium rate determined at the pool level be paid on the eligible quantity (kg) of within quota butterfat produced in the month following the establishment of the premium rate at the P5 level. • The transfer of $3 per kg of protein to butterfat will continue to be done at the provincial level.	April 2, 2012	YES	2012-2014
2012-084	That production quota associated with each provincial share of the P5 New Entrant Program should only be made available to the respective province, on a cumulative basis, as of August 1st, 2009.	April 2, 2012	YES	August 2009
2012-085	To refer the issue to technical staff with the mandate to explore other ways than the quota exchange to ensure that the required amount of matching quota is available for each new entrant in all P5 provinces.	April 2, 2012	INTERNAL	April 2012
2012-086	It was recommended that producer requests pertaining to non-harmonized policies be considered by the provincial board until such time as the policy area is harmonized.	April 2, 2012	YES	April 2012

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2012-087	To recommend that the request for an exemption in regards to the SNF/BF policy to meet requirements for cheese production be denied.	April 2, 2012	YES	April 2012
2012-088	That two production forecast reports per year (July and January) be provided to industry stakeholders in each P5 provinces. The details regarding the format of this report will be finalized by staff over the coming months.	July 25, 2012	YES	January 2013
2012-089	(Organic Milk) That the draft proposal submitted (see appendix 1 of the minutes) to the P5 Quota Committee (including the pool simulations) be presented to Quebec and Ontario's stakeholders for consultation purposes.	July 25, 2012	INTERNAL	July 2012
2012-090	•To develop and implement a P5 Harmonized Policy for DHA milk for August 1st, 2014; •That P5 Technical staff develop a policy to recapture the SNF/BF ratio penalty from the marketplace before August 1st, 2014; •That the issuance of incentive days to increase DHA milk supply be recommended by the P5 Quota Committee and approved by all P5 Boards as of August 1st, 2012 (or when all P5 Boards will have adopted this recommendation).	July 25, 2012	YES	August 2012- August 2014
2012-091	(Single Treatment at the P5 level) That the calculation methodology developed by staff be adopted (most faulty province approach. For example, in the case of over quota, the cumulative gap deduction will be applied, first, to the province with the highest continuous quota's position and so on until the P5 over quota has been completely dealt with).	July 25, 2012	YES	August 2012
2012-092	To recommend the adoption of the expenditure report as submitted covering of November 2011 to May 2012.	July 25, 2012	YES	August 2012
2012-093	That staff agreed on a vision on how to harmonize gross pricing payment for all P5 producers (and not only P5 SNF Producer Payment Policy) with the goal of minimizing monthly producer price fluctuations. Staff was asked to develop a roadmap and a calendar for consideration at a future Committee Meeting.	July 25, 2012	YES	August 2012

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2012-094	To ask staff to prepare a report which will further explain the differences in non-exchange transfers policies between provinces and present it for information at the next Quota Committee meeting.	July 25, 2012	INTERNAL	August 2012
2012-095	Committee Members agreed to postpone discussion on the harmonization of the P5 New Entrant Program until a date to be determined.	July 25, 2012	INTERNAL	August 2012
2012-096	To appoint Jeff Weeks at the position of Leader of the Committee for a one-year term.	July 25, 2012	INTERNAL	August 2012
2012-097	To send a letter, signed by the Leader of the Committee, to DFNB Board Members (letter reviewed and approved by Committee Members can be found in appendix 1of the meeting minutes). The letter explains that the NB's Board policy change is contrary to the harmonized producers' tolerance policy and that it is setting a precedent that could negatively impact future harmonization work. The letter asks NB's Board to rescind their decision. A reminder of the decision making process already approved by all P5 Boards has been attached to the letter.	October 26, 2012	YES	November 2012
2012-098	That no exemption be granted to organic milk producers under the Harmonized SNF/BF payment policy.	October 26, 2012	YES	November 2012
2012-099	That each participating province issues, on a non-cumulative basis, the following number of incentive days for the next two dairy years: Dairy year 2013-2014: 2 days in in August, 3 days in September, 3 days in October and 2 days in November for a total of 10 non-cumulative days. Dairy year 2014-2015: 1 day in July, 2 days in August, 3 days in September, 3 days in October and 2 days in November for a total of 11 non-cumulative days. (see recommendation 2012-078)	October 26, 2012	YES	2013-2014
2012-100	That New Brunswick's policy changes in regards to their minimum quota holding policy be approved as presented with no further obligations.	October 26, 2012	YES	November 2012

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2012-101	(Common Gross Pricing Payment Calculation Methodology) Committee Members indicated their support in principle for the proposal for the P5 provinces to use the same payment information monthly. They asked that the methodologies and the calendar be reviewed in detail with some provincial staff responsible for producer payment. If producer payment procedures can be harmonized, a recommendation with an implementation plan could be adopted at the January 2013 meeting and presented to all P5 Boards for approval.	October 26, 2012	INTERNAL	November 2012
2012-102	To divide the "extract of the minutes" in two sections: one section will be "items for decision" while the second section will be "items for information". Provincial GM's and/or Provincial Board Secretary will be responsible to send an email to the Committee's Secretary informing him of the results of the vote in their respective provinces	October 26, 2012	INTERNAL	November 2012
2012-103	To decrease the quota issued to producers from all P5 provinces by 1.5% as of January 1st, 2013 in accordance with the current Pool Policy regarding saleable and non saleable quota.The committee also recommended that a common message be provided to all P5 Boards and Producers. The message reads as follows: "On Wednesday December 19, 2012, the P5 provinces announced that producer quota shall decrease by 1.5 % effective January 1st, 2013. The decrease will all be applied to non-saleable quota held by producers. The provinces reached this decision following a recommendation of the P5 Quota Committee. High production this fall, a surplus of available production credits that can potentially be filled by producers, and relatively stable markets have lead the quota committee to believe that P5 provinces are trending toward over quota production in early 2013. This could lead to increased surpluses in residual products and reduced producer revenues if nothing is done, especially as production normally increases during the spring. The P5 Quota Committee analyzes the P5 market, quota issuance and milk production levels and recommends changes to the quota, when necessary. Quota was last changed in December 2011, an increase of two percent, primarily to stimulate additional production." (see recommendation 2011-070)	December 18, 2012	YES	January 2013
	RECOMMENDATION TO BOARDS	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE

SERIAL NUMBER (#)	OR INTERNAL DECISION			
2013-104	To recommend that provincial boards review and approve the revised version of the report before January 31st, 2013. Once all five provinces have indicated that they are comfortable with the report, provincial boards will circulate it to their industry and provincial government representatives.	January 21, 2013	YES	Feb. 1st, 2013
2013-105	To recommend that Dairy Farmers of Ontario issues two incentive days, on a non-cumulative basis, to all DHA producers for the month of February 2013 only. Furthermore, Committee Members reaffirmed their desire to have staff develop a plan that will give all P5 producers the opportunity to fulfill the DHA market.	January 21, 2013	YES	Feb. 1st, 2013
2013-106	To recommend that, from now on, discussion on the development of any new niche markets at the P5 and/or provincial levels within P5 will take place first at the P5 Quota Committee. (Secretary's note: An amendment has been approved by all P5 Boards, as per the April 16, 2013 P5 Quota Committee recommendation, and read as follows: "After the discussion, it was duly moved, seconded and unanimously carried to recommend that, from now on, provincial boards will inform and advise the Committee only if the development of a niche market is considered within the current harmonized policy parameters, and ask for the Committee's approval in situations where a province seeks an exception".)	January 21, 2013	YES	Feb.1st, 2013
2013-107	To recommend that all provincial boards investigate further the concept of an enhanced common producer pricing mechanism (objective of minimizing price volatility by transferring dollars between boards at a pre-agreed date) at the P5 level and decide if they support the mechanism in principles. Discussion on the matter with processors and provincial government officials could take place if required. If there is some support for the mechanism by the provincial boards, technical staff will receive the mandate to develop the details around the proposal over the following six month period. Staff recommendation will be forwarded to the P5 Quota Committee which will then formulate its own recommendation to the P5 Boards.	January 21, 2013	YES	2013

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2013-108	To recommend the adoption of the report of expenditures covering the period of April to October 2012 as presented.	January 21, 2013	YES	Feb.1st, 2013
2013-109	To recommend that staff updates, on an annual basis, the December 2008 P5 Producer Quota Harmonized Policy document with the recommendations adopted by the provincial boards, and that the updated P5 Producer Quota Harmonized Policy be posted in the P5 Quota Committee Reference section of the CDC members site.	January 21, 2013	YES	January 2014
2013-110	To recommend that the motion be modified to read as follows: “After discussion, it was duly moved, seconded and unanimously carried to recommend that, from now on, provincial boards will inform and advise the Committee only if the development of a niche market is considered within the current harmonized policy parameters, and ask for the Committee’s approval in situations where a province seeks an exception”.	April 16, 2013	YES	May 1st, 2013
2013-111	To recommend that, from now on, P5 staff provide, on annual basis, the information requested by Statistics Canada in regards to the theoretical value of producer quota for P5 and each individual P5 provinces starting with 2012. The methodology to determine the theoretical value is as follows: Theoretical value of producer quota for P5 (kg/day) December 2012 $/kg Value Prod. Quota 599 174.24 25 000 $14 979 355 923 Non Sal. Quota 56 879.89 ---------- ----------- Total 656 054.13 22 833 $ 14 979 355 923 Furthermore, Committee Members asked that our response indicates our discomfort with the way Statistics Canada determines the value of quota and that it would be preferable to use a method which only uses the quantity of quota traded on the exchange multiplied by the quota price of the exchange.	April 16, 2013	YES	May 1st, 2013

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2013-112	To recommend the creation of a P5 Organic Producer Milk Pool and that the net available revenues (organic milk premium paid by processors minus the additional transportation cost) associated with the organic milk production be shared between the provinces of Québec and Ontario only. The province of Nova Scotia is not included for now in the recommendation since the organic milk industry in that province is still at an infant stage and no premium is currently being paid to organic producers. The provinces of New Brunswick and Prince Edward Island currently don't have any organic milk producers.	April 16, 2013	YES	May 1st, 2013
2013-113	To recommend that an enhanced common pricing mechanism (transfers of money at a given date above a pre-determined threshold) be implemented for Ontario, Québec and New Brunswick. Quota Committee staff, in collaboration with other appropriate Board staff, received the mandate to further develop the modalities around the mechanism (threshold, date, etc.) and make a final recommendation to the P5 Quota Committee July 2013 meeting. Prince Edward Island and Nova Scotia have indicated, for now, that they were not able to adopt the enhanced common pricing mechanism and that they will consider adopting it in the future.	April 16, 2013	YES	May 1st, 2013
2013-114	That the P5 Quota Committee denied the request and asked Dairy Farmers of Ontario to officially respond to the producer.	April 16, 2013	YES	May 1st, 2013
2013-115	The P5 Quota Committee agreed to adopt an informal protocol for public communication (articles, power points, report to the P5 SB, etc.) which can be summarized as follow: - The document will be circulated to all technical quota committee members for their review and comments; - Brian Cameron will be responsible for reviewing, editing and suggesting improvements for the English version. Patrice Dubé and Richard Lamoureux will play the same role for the French version; - All comments from the reviewers will be sent to the author who will be responsible for the final approval and to recirculate the final document to Technical Quota Committee staff.	April 16, 2013	INTERNAL	May 1st, 2013

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2013-116	To recommend the adoption of the following motion, including Appendix A,: "MOTION FOR THE CREATION OF A P5 PRODUCER PRICE STABILIZATION MECHANISM Whereas the Agreement on the Eastern Canadian Milk Pooling (the Agreement) "endeavours to promote a greater equity through harmonization of policies and regulations relative to the production and marketing of milk in and among the provinces"(provision 1.03); Whereas the Agreement has permitted the pooling of revenues from the sales of milk components sold by milk producers in a manner that results in each province receiving from the pooling mechanism the same gross price for each milk component and that provincial programs be subtracted from the component price paid after the gross prices have been established; Whereas the result of the pooling mechanism (same price for each milk component in each province) has contributed to reduce the differences between provincial monthly producer prices, without eliminating it; Whereas there is still today no common monthly P5 producer price across provinces due mainly to the differences caused by the time lag between the P5 interprovincial revenue transfers and the actual payment to producers, the impact of current provincial SNF payment policies and the provincial programs prevailing in the P5 provinces; Whereas these differences in producer monthly price between P5 provinces can sometime be significant and may be a source of confusion for producers who believe that sharing all revenues should translate into a common producer monthly component prices at the pool level; Whereas a P5 producer price stabilization mechanism will help to further reduce the differences in producer component prices between provinces, with, after August 2014, the only source of differences being the existing provincial programs; Whereas a P5 producer price stabilization mechanism represents an important step towards the establishment of a truly harmonized producer component prices at the pool level and the eventual creation of a single desk for producer payment;	June 19, 2013	YES	July 1st, 2013

	Whereas only three provinces in the P5 have expressed, for now, their interest to adopt this mechanism and reduce the volatility in their producer monthly price; It is therefore agreed That a common producer price stabilization mechanism be established in New Brunswick, Québec and Ontario, starting with the August 2013 production as per the calculation methodology attached in appendix A. That any other P5 provinces wanting to participate in the common price stabilization mechanism be invited to express their request in writing to CDC Chief Executive Officer and to all the Chairs of P5 producer boards as well as the month of production for which they would like to start to apply the mechanism; That the Canadian Dairy Commission amends the actual monthly interprovincial pooling transfer calculation and report to include the dollar amounts transfers resulting from the methodology described in appendix A and that it provides the appropriate support to ensure that the transfer of money “advance or receive” by each province has been properly taken into account in the actual interprovincial pooling transfers between all provinces. APPENDIX A : PRODUCER BLENDED PRICE P3 POOLING METHODOLOGY (Ontario, Québec and N.B.) 8. A preliminary pool is calculated each month (around the 10th of the month). This pool takes into account : a. The P10/P5 revenue pooling results of the second preceding production month; b. The ice cream initiative costs pooling results of the second preceding production month; c. The promotion costs pooling results of the second preceding production month; d. The provincial total revenue of the preceding production month; e. The provincial promotion costs of the preceding production month; 9. The solids non fat part of all the revenue and pooling results is splitted 80% on protein and 20% on other solids; 10. All the revenue and pooling results is divided by the provincial within quota production for butterfat, protein and other solids;			

	11. The sum of the provincial revenue and pooling results determines a P3 pooling price for all components; 12. A transfer of revenue takes place such that the provincial pool price decreases or increases to the level of the P3 pooling price; 13. The actual interprovincial transfer of revenue takes place on the 15th of the current producer payment month. 14. The final P10/P5 pool takes place at the end of the month and the actual revenue transfer takes place the following month. The actual interprovincial transfer is netted out of the P3 pooling revenue transfer taking place on the 15th of the month. The Quota Committee further recommends, once all P5 Boards have approved the above motion and appendix A, that they be submitted to the P5 Supervisory Body for approval.			

SERIAL NUMBER (#)	RECOMMENDATION TO BOARDS OR INTERNAL DECISION	DATE OF MEETING	BOARDS APPROV.	EFFECT. DATE
2013-117	To give staff the following mandate: 3- To develop communication material that will be used by all P5 provinces to inform their producers of DFNS Board's decision to initiate the process of removing the price cap on quota as well as some potential next steps at the provincial and at the P5 levels; 4- To send a letter to DFNS Chairman and General Manager, signed by the Leader of the P5 Quota Committee, expressing the concerns and the disappointment of the Committee and requesting more clarity on the required procedures and process to implement the decision in their province; 5- To add on the July 15, 2013 P5 Quota Committee's agenda a discussion item to better define the process and consequences, if any, that would result should DFNS diverge from the P5 Harmonized Quota Policy.	July 3, 2013	Internal	July 2013
2013-118 (replaced by 2013-122)	To recommend that the quota merger's request be denied. DFO will send a letter in response.	July 15, 2013	YES	August 1st, 2013
2013-119	To send a letter, signed by the Leader of the Committee, to DFNS Board Members (letter reviewed and approved by Committee Members can be found in appendix 1 of the meeting minutes). The letter explained that the DFNS Board policy change is contrary to the P5 Harmonized Producer Quota Policy and that it does not follow the process to consider a quota policy change agreed to by P5 provinces. The letter asked NS's Board to rescind their decision. A reminder of the decision making process already approved by all P5 Boards had been attached to the letter.	July 15, 2013	INTERNAL	July 2013
2013-120	To reappoint Jeff Weeks at the position of Leader of the Committee for a second one-year term.	July 15, 2013	INTERNAL	July 2013

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<tr><th>SERIAL NUMBER (#)</th><th>RECOMMENDATION TO BOARDS
OR
INTERNAL DECISION</th><th>DATE OF MEETING</th><th>BOARDS APPROV.</th><th>EFFECT. DATE</th></tr>
<tr><td>2013-121</td><td>To recommend the harmonization of the P5 New Entrant policy as follows:

Quota acquisition and quota loan
The new entrant must, as the first priority, acquire quota on the exchange and must bid for:
12 kg on the first exchange, and if required
The total of kg needed to reach 12 kg on the following exchange (s) until the new entrant has acquired 12 kg
Loaned quota will be granted to match purchased quota only when new entrant has acquired at least 5 kg of quota (to meet 10 kg minimum requirement). This can only apply if the new entrant has submitted bids for 12 kg every month, and if partially successful, continued to bid on outstanding balance until 12 kg is purchased.
The maximum quota loan is at 12 kg and is fully granted once the new entrant purchases 12 kg.

<u>On-going operation exemption</u>

New entrant is exempted of purchasing quota on the exchange and may purchase quota through an on-going operation if, at the date of application, there has been at least one provincial exchange with less than 12 kg offered for sale in the previous 12 exchanges.

To be eligible for the 12 kg loan, the new entrant can acquire a minimum of 12 kg but no more than 23 kg through an on-going operation.

<u>Future acquisition of quota</u>

<u>After</u> the new entrant has met the above requirements and received the totality of his 12 kg loan, the new entrant is subject to the rules that apply to all producers regarding the acquisition of quota and is no longer subject to the new entrant upper limit of 35 kg (purchased plus loaned quota).

<u>Implementation time</u>

Next P5 new entrant cycle

<u>Return of loaned quota</u></td><td>October 25, 2013</td><td>YES</td><td>November 1st, 2013</td></tr>
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<tr><td></td><td>Starting at the anniversary date of the loan in year 6 and beyond, 1 kg/year, 0.1 kg/month for the first 10 months.

The Committee considers the above proposal as the core elements of the harmonization of the P5 new entrant policy. It also acknowledges that several details still require harmonization and will develop those further proposals at the next meeting.</td><td></td><td></td><td></td></tr>
<tr><td>2013-122</td><td>To recommend that the wording of the recommendation made under item 8 of the July 15, 2013 meeting minutes be replaced from “After discussion, it was moved, seconded and unanimously carried to recommend that the quota merger’s request be denied. DFO will send a letter in response.” to “After discussion, it was moved, seconded and unanimously carried to agree with DFO’s position that the request to merge quota should not be permitted under P5 policy and therefore support DFO’ s position to deny the request to merge quota. DFO will send a letter in response”.</td><td>October 25, 2013</td><td>YES</td><td>November 1t, 2013</td></tr>
<tr><td>2013-123</td><td>That the P5 Quota Committee sends the attached letter (see appendix 2) to the DFNS Quota Committee indicating, among other things, that “Step 2” is contrary to the P5 Harmonized Producer Quota Policy. Nova Scotia’s representative abstained from the vote.</td><td>October 25, 2013</td><td>INTERNAL</td><td>November 1st, 2013</td></tr>
<tr><td>2014-124</td><td>To make a recommendation to the P5 Boards that will establish the announcement of the number of incentive days in July 2014 for Fall 2015 and so on for the following years.</td><td>January 23-24, 2014</td><td>YES</td><td>February 1st, 2014</td></tr>
<tr><td>2014-125</td><td>A discussion followed on what message should be delivered to producers. It was moved, seconded and carried to recommend the following messaging to producers and to release the information on February 1, 2014 after all boards have approved the recommendation.
Confirm the issuance of fall 2014 production incentive days, as follows:
<table><tr><td>July</td><td>1</td></tr><tr><td>August</td><td>2</td></tr><tr><td>September</td><td>3</td></tr><tr><td>October</td><td>3</td></tr><tr><td>November</td><td>2</td></tr></table>
Announce that there will be incentive days in the fall of 2015 and that the number of days will be established and announced in July 2014.</td><td>January 23-24, 2014</td><td>YES</td><td>February 1st, 2014</td></tr>
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2014-126	To recommend that the maximum common producer payable ratio calculated on a monthly basis be 2.35 for the 2014-2015 dairy year.	January 23-24, 2014	YES	February 1st, 2014
2014-127	To recommend that the provincial boards give the mandate to the P5 Quota Committee to establish a common framework for conducting an evaluation of all P5 and provincial Quota Policies.	January 23-24, 2014	YES	February 1st, 2014
2014-128	To not oppose, in principle, that New Brunswick administers its quota exchange in hundredths. New Brunswick is encouraged to discuss the amendments to their quota rules with Nova Scotia in order to achieve further harmonization.	January 23-24, 2014	YES	February 1st, 2014
2014-129	(merger of quota related to a marriage) That the attached letter be sent to DFO Board with a copy to all P5 Chairs (see appendix 1).	January 23-24,2014	YES	February 1st, 2014
2014-130	To recommend to the P5 Boards to increase the quota issued to producers from all P5 provinces by 0.5% as of April 1st , 2014 in accordance with the current Pool Policy regarding saleable and non saleable quota. The committee also recommended that a common message be provided to all P5 Boards and Producers. The message is that: "Market requirements are anticipated to increase in the long term. In order to further stimulate milk production, an adjustment of quota issuance of 0.5% effective as of April 1st, 2014 is required to address longer term needs. The Quota Committee will continue to monitor market and production, and will provide update if further adjustments are required".	February 14, 2014	YES	April 1st, 2014
2014-131	• That each P5 province issues, on a non-cumulative basis, the following number of incentive days to organic milk producers for the following months: o March 2014: 3 days o April 2014: 3 days o May 2014: 3 days o June 2014`: 3 days It was also recommended that the P5 Quota Committee review further incentive issuance for the period starting in July 2014 when additional market data will be made available around mid-May.	March 7, 2014	YES	March 1st, 2014
2014-132	To recommend to the P5 Boards to increase the quota issued to producers from all P5 provinces by an additional 1% as of April 1st, 2014 in accordance with the current Pool Policy regarding saleable and non saleable quota (Secretary's note: in addition to the February 14, 2014 approved recommendation of 0.5% for a total of 1.5% as of April 1st, 2014).	March 24, 2014	YES	April 1st, 2014

	The committee asked the Secretary to suggest a common message for all P5 Boards and Producers. Provinces have until Tuesday, March 25, 2014, at noon (Ontario time) to make their comments known in order to finalize the message. Secretary's suggestion is as follows: "In order to further stimulate milk production, an adjustment of quota issuance of 1.5% effective April 1st, 2014 is required to address longer term needs. This increase includes the 0.5% quota issuance increase announced last month. Therefore, the total increase effective April 1st, 2014 will be 1.5%. This issuance is in part due to the Canadian Milk Supply Management Committee's (CMSMC) recent approval of the Cheese Export Program and the expected depletion of surplus butter stocks by dairy year end. Fluid milk markets have also shown strength over recent months. The Quota Committee will continue to monitor market and production, and will provide update if further adjustments are required".			
2014-133	To recommend that the attached P5 Quota Policy Evaluation Framework document (see appendix 1) be submitted for approval by the provincial boards. (Secretary's note: Participants have accepted to waive the Committee's internal policy which suggests, among other things, that motions (and attachments) be presented both in English and French at the time of approval by the Committee.)	April 24, 2014	YES	May 1st, 2014
2014-134	That the creation of a P5 Organic Producer Milk Pool between Québec and Ontario, as per the recommendation 2013-112, be effective as of August 1st, 2014.(see recommendation 2013-112)	April 24, 2014	NO	N.A.
2014-135	That the attached letter (see appendix 3) following FPLQ's board decisions be sent to all P5 Boards. (Secretary's note: Participants have accepted to waive the Committee's internal policy which suggests, among other things, that motions (and attachment) be presented both in English and French at the time of approval by the Committee.)	April 24, 2014	INTERNAL	May 1st, 2014
2014-136	After discussion, it was moved, seconded, and unanimously agreed to recommend to not oppose, in principle, Québec's adoption of proposed policy changes A, C, D and E above. (Secretary's note: These changes can be done with the understanding that the P5 Quota Policy Review may lead to other modifications that would require further changes in provincial policies). *a) Allow a maximum bid limits for the P5 new entrant participant (and Québec's succession program participant) of 2.4 kg of quota or 10% of their total quota holdings (owned and lend, excluding the Québec's margin);* *b) Allow quota transfer from parents to child, and grand-parents togrand-child, on a green site. In the*	July 17, 2014	YES	

	case of relocation within a ten year period, the quota must be sold on the exchange. *(Secretary's note: it was further clarified after the meeting that relocation to another site would be allowed after ten years);* *c) Allow relocation to another site under certain circumstances: fire, environmental reasons and outdated buildings;* *d) Prohibit the utilization of a "straw man" in order to be able to ship milk under a quota;* *e) Introduce a number of measures to allow to meet the demand for priority access quota on the exchange when the amount of quota on the exchange is not sufficient to perform one round of iteration (for example, in the case of a new entrant or a producer with less than 12 kg);* *f) Cancel a bid on the quota exchange when a buyer does not provide his payment in the required timeline (if it happens two times over a 12 month period, the producer is not allow to bid on the exchange for the next 12 months).*			
2014-137	As a result of discussion, it was moved, seconded and agreed to recommend the adoption of the following message: "The P5 Quota Committee continuously monitors market and production trends at the P5 level. Current market signals indicate an overall positive trend. A P5 Quota Committee meeting will take place in early October 2014 to consider if a quota increase is required". The message can only be released after the Secretary of the committee confirmed that all P5 Boards have approved it.(by July 31st, 2014).	July 17, 2014	YES	July 31, 2014
2014-138	After discussion, it was moved, seconded and unanimously agreed to recommend that for July 2014 only, an exemption to recommendation 2014-124 asking that the number of incentive days for a given Fall period be approved in July of the prior year be provided and that further discussion take place at the P5 Quota Committee meeting on the appropriate month for making the recommendation (July or October of the prior year).	July 17, 2014	YES	n/a
2014-139	It was moved, seconded and unanimously agreed to further discuss, at the October 2014 meeting, recommendation 2014-134 that requested the creation of P5 Organic Producer Milk Pool between Québec and Ontario as of August 1st, 2014.	July 17, 2014	YES	n/a
2014-140	After discussion, it was moved, seconded and unanimously agreed to further discuss, at the October 2014 meeting, recommendation 2012-090 that requested the development and implementation of a P5 Harmonized Policy for DHA milk, as well as the development of a policy that recaptures the SNF/BF ratio penalty from the marketplace, for August 1st, 2014.	July 17, 2014	YES	n/a
2014-141	It was duly moved, seconded and unanimously carried to appoint Denis Morin at the position of Leader of the Committee for a one-year term.	July 17, 2014	YES	Aug 1, 2014
2014-142	After discussion, it was duly moved, seconded and unanimously carried to recommend that the 10 year relocation proposal (including the grand-parents to	Oct 2/3, 2014	YES	n/a

	grand-child quota transfers) be included in the P5 Quota Policy Review process and be discussed during the Winter 2015 consultation in all P5 provinces.			
2014-143	After discussion, it was duly moved, seconded and unanimously carried to recommend that staff receive the mandate to further investigate the quota exchange bid cancellation policies across P5 provinces and make a recommendation at a future P5 Quota Committee meeting (medium priority).	Oct 2/3, 2014	YES	n/a
2014-144	After discussion, it was duly moved, seconded and carried to recommend to the P5 Boards to increase the quota issued to producers from all P5 provinces by an additional 3% as of December 1st, 2014 in accordance with the current Pool Policy regarding saleable and non saleable quota.	Oct 2/3, 2014	YES	Dec 1, 2014
2014-145	After discussion, it was duly moved, seconded and carried to recommend to the P5 Boards that each participating province issues, on a non-cumulative basis, the following number of incentive days for the 2015-2016 dairy year: 2 days in in August, 3 days in September, 3 days in October and 2 days in November for a total of 10 non-cumulative days.	Oct 2/3, 2014	YES	Aug 1, 2014
2014-146	After discussion, it was duly moved, seconded and carried to recommend to the P5 provincial boards: That the provinces of Québec and Ontario issue, on a non-cumulative basis, the following number of incentive days to organic milk producers for the following months: o December 2014: 2 days o January 2015: 2 days o February 2015: 2 days o March 2015: 2 days It was also recommended that the P5 Quota Committee review further incentive issuance for the period starting in April 2015 when additional market data will be made available around mid-January.	Oct 2/3, 2014	YES	Dec 1, 2014
2014-147	After discussion, it was duly moved, seconded and unanimously carried to recommend: To the P5 Chairs and GMs -To develop a pricing mechanism that will ensure: oAn appropriate organic milk production level to fulfill all the markets; oAn adequate premium for certified organic milk producers. To the P5 Boards -To reaffirm their willingness to create a P5 organic milk pool that will encompass both harmonized producer payment policies (e.g. premiums, isolation provision and incremental transportation costs) and harmonized processor billing processes; -To create a P5 joint staff group to develop and recommend a common set of rules for all P5 provinces. (Secretary's note: Even if it is not specifically mentioned in the above, it is understood that the adoption of the above motion would rescind the motions 2013-112 and 2014-134	Oct 2/3, 2014	YES	n/a
2014-148	It was duly moved, seconded and unanimously carried to recommend that the motion 2012-090 (see appendix 5) be reintroduce when and if necessary and that a	Oct 2/3, 2014	YES	n/a

	meeting be organized between DFO/PLQ/EFI to further investigate the potential offered by this niche industry.			
2014-149	After discussion, it was duly moved, seconded and unanimously carried to recommend to the P5 provincial boards: That the provinces of Québec and Ontario issue, on a non-cumulative basis, the following number of incentive days to certified organic milk producers for the following months (instead of the 2 days per month previously announced): o December 2014: 3 days o January 2015: 3 days o February 2015: 3 days o March 2015: 3 days It was also recommended that the P5 Quota Committee review further incentive issuance for the period starting in April 2015 when additional market data will be made available around mid-January.	Nov 24, 2014	YES	Dec 1, 2014
2015-150	After discussion, it was duly moved, seconded and unanimously carried to recommend to the P5 provincial boards: "That the provinces of Québec and Ontario issue, on a non-cumulative basis, a maximum of three incentive days (including incentives days issued for all milk producers) to certified organic milk producers, whose milk is marketed as organic, for the period of April 2015 to March 2016 inclusively."	Jan 15/16, 2015	YES	April 1, 2015
2015-151	It was also duly moved, seconded and unanimously carried to recommend to the P5 provincial boards that the over-quota organic milk be paid over-quota rates.	Jan 15/16, 2015	YES	n/a
2015-152	It was duly moved, seconded and unanimously carried to recommend that the maximum common producer payable ratio administered on a monthly basis be 2.35 for the 2015-2016 dairy year.	Jan 15/16, 2015	YES	Aug 1, 2015
2015-153	After discussion, it was duly moved, seconded and unanimously carried to recommend all P5 Boards not oppose New Brunswick's request to allow New Entrant producers to postpone the repayment of their 0.1 kg of loaned quota until the next monthly quota exchange when the current quota exchange is cancelled.	Jan 15/16, 2015	YES	n/a
2015-154	After discussion, it was duly moved, seconded and unanimously carried to recommend to the P5 Boards to increase the quota issued to producers from all P5 provinces by an additional 2% as of March 1st, 2015 in accordance with the current Pool Policy regarding saleable and non saleable quota. Furthermore, it was duly moved, seconded and unanimously carried to recommend to the P5 Boards the issuance of 10 incentive days. The incentive days will be issued, on a non-cumulative basis, for the months of March (2 days), April (2 days), May (2 days), June (2 days) and July (2 days).	Feb 23, 2015	YES	Mar 1, 2015
2015-155	After discussion, it was duly moved, seconded and unanimously carried to recommend to the P5 provincial boards: "That the provinces of Québec and Ontario issue, on a non-cumulative basis, three incentive days (in addition to the incentives days issued for all milk producers) to certified organic milk producers, whose milk is	Feb 23, 2015	YES	Mar 1, 2015

	marketed as organic, for the period of March 2015 to March 2016 inclusively.”			
2015-156	After discussion, it was duly moved, seconded and agreed to recommend to the P5 Boards the issuance of 4 additional incentive days, on a non-cumulative basis, for the period of May to August 2015 inclusively (in addition to the incentive days already announced) as follows: Existing Revised May 2015 2 3 June 2 3 July 2 3 August 2 3 September 3 3 October 3 3 November 2 2	April 22, 2015	YES	May 1, 2015
2015-157	After discussion, it was duly moved, seconded and unanimously carried to recommend to the P5 provincial boards: “That the provinces of Québec and Ontario issue, on a non-cumulative basis, one incentive day (in addition to the incentives days already announced) to certified organic milk producers, whose milk is marketed as organic, for the period of May to August 2015 inclusively.”	May 4/5, 2015	YES	May 1, 2015
2015-158	Whereas the P5 conducted a policy review in 2015 and submitted the five following policy concepts to the producers: •Modify or eliminate non-saleable quota •Selling quota increases on the exchange •Linking quality & CQM to quota exchange access •New Entrants/New Producers Programs •Partial quota mergers Whereas the proposed recommendations meet the following objectives: •That the benefits and responsibilities associated with a kilogram of quota should be the same for every producer in the P5 •That the P5 Quota Policy be harmonized •That as much quota as possible be made available to producers through the quota exchange •To be simple to manage and administer, transparent and easy to understand Whereas there have been consultations with P5 producers, further discussion by the P5 Quota Committee and by the P5 provincial boards. Therefore, the P5 Quota Committee recommends that the P5 provincial boards adopt the following policies: 1.Effective August 1, 2015, all future quota increases shall be issued as saleable quota. 2.Effective no later than August 1, 2017: 2.1.Non-saleable quota will be eliminated, and 2.2.The quota cap price will be reduced to $24,000. 3.Effective for the 2016 selected applicants, the P5 New Entrant program will be modified as follows: 3.1.A total of 304 kg of bf/day per year will be available for the program;	June 3, 2015	YES	Aug 1, 2015

	3.2.A maximum of 19 participants per year will be eligible (9 Québec, 7 Ontario, 1 for each Maritime provinces); 3.3.Up to 16 kg will be available for purchase through priority access on the provincial quota exchange(s), or through the purchase of an on-going operation for the Maritime Provinces, and the matching quantity (kg) of quota will be loaned to the participant; 3.4.The reimbursement rules will remain at 1 kg/year and start in year 11; 3.5.For the quantity to be reimbursed, priority access on the exchange will be provided during the reimbursement period. The provinces will have the flexibility to implement non-harmonized provincial transitional steps. Administrative procedures will be developed and communicated in mid-July 2015. As a result of the announcement of these policy changes, each P5 provinces will evaluate if quota exchange(s) should be cancelled by their provincial board. The policies submitted during the 2015 P5 quota policy review that were not retained could be considered again in a future review.			
2015-159	In the context that the above P5 policies are agreed to, DFO is going to continue its existing whole-farm or on-going farm transfer policy for non-related parties and implement the following new requirement: •That the seller of quota as part of an on-going farm operation must sell 10% of the total quota held over the quota exchange. Any farm sales agreements reached after the announcement of this new policy will be subject to the new policy. This policy may be adopted by other P5 provinces at a later date if interested.	June 3, 2015	YES	Aug 1, 2015
2015-160	After discussion, it was duly moved, seconded and carried to recommend to the P5 Boards to reduce the number of non-cumulative incentive days for July and August, 2015 from three to two for each month, and that the recommendation only applies to conventional milk and does not apply to organic milk.(Secretary's note: The New Brunswick representative indicated that his support for the motion was conditional on a discussion concerning the Fall 2015 incentive days taking place at the July P5 Quota Committee meeting). The P5 quota technical committee was given the task to draft a common message for all P5 Boards, Producers and Processors.	June 29, 2015	YES	July 1, 2015
2015-161	Therefore, the P5 Quota Committee recommends that: A)The P5 provincial boards adopt the following policies: 1.Effective August 1, 2015, all future quota increases shall be issued as saleable quota. 2.Effective no later than August 1, 2017: 2.1.Non-saleable quota will be converted to saleable quota, and 2.2.The quota cap price will be reduced to $24,000.	July 8, 2015	YES	Aug 1, 2015

	2.3.DFNB will stop applying a non-saleable assessment on quota purchased through its monthly quota exchanges. 3.Effective for the 2016 selected applicants, the P5 New Entrant program will be modified as follows: 3.1.A total of 304 kg of bf/day per year will be available for the program; 3.2.A maximum of 19 participants per year will be eligible (9 Québec, 7 Ontario, 1 for each Maritime Provinces); 3.3.Each New Entrant will be granted priority access on the provincial quota exchange(s) to purchase up to 16 kg of quota, and each New Entrant in the Maritime Provinces may instead purchase up to 16 kg but not more than 19 kg of quota through an on-going operation. The matching quantity (kg) of quota will be loaned to the participant who doesn’t own more than 19 kg of quota when the loan is granted; 3.4.The reimbursement rules will remain at 1 kg/year and start in year 11; 3.5.For the quantity to be reimbursed, priority access on the exchange will be provided during the reimbursement period. For the 2017 application and selection process, the P5 will develop similar P5 application and selection criteria. 4.The Maritimes will implement by no later than August 1 2017 a harmonized and transparent credit/quota leasing policy. 5.The following core elements of the Succession program currently in place in Quebec can be used by any other province for consultation with the producers. Any province who chooses to implement a Succession program will draw the quota required for the program from their provincial quota. Core elements of the QC succession program: •To meet the demand of the program, the provincial board will create a provincial quota reserve and draw the quota required for the program from their provincial quota. •The province will loan quota to a maximum of 1.5% of the provincial quota, which will be calculated on August 1 of each year. •The provincial board will loan 5 kg of quota to a producer that meets the following requirements: oOwn the quantity of quota at least equal to the quantity loaned by the provincial board. oBefore the 12 months preceding the application, at least one or several natural persons applying for the loan have never owned individually or separately, directly or indirectly, in any manner, 50% or more of the total value of a production unit. oThe natural person(s) applying for the loan must: Together or separately, own at least 50% of the total value of the production unit. Be at least 18 years of age and not older than 35. Have formal agricultural training and/or at least 2 years of experience in dairy production. •The reimbursement rule is of 1 kg/year and start in year 6.			

	6.Any P5 province may adopt a policy that requires that the transferor of quota, as part of an on-going farm operation to a purchaser that is not an immediate family member, must sell at least 10% of the quota being transferred over the Quota Exchange. The core elements of this policy have been discussed and are supported by the P5 quota committee and will come into effect as soon as the above policy items 1- 2 come into effect. 7.Harmonization of Quota Policy is the primary objective of the P5 Quota Committee. When individual provinces are considering new policies or new policy elements, they will prepare a full policy proposal and ask for an expression of interest from other provinces to work together to develop common policy elements. Any recommendations from this process shall be brought back to the P5 Quota Committee for consideration. B)At this time, the P5 provincial boards do not adopt the following policies submitted during the 2014-2015 P5 quota policy review, but they could be considered again in a future P5 quota policy review: •Sell quota increases on the exchange •Link quality & CQM to quota exchange access •Partial quota mergers C)On Month-Day, 2015, the P5 provinces issue the following common P5 message: The P5 conducted a quota policy review in 2014-2015 and submitted five P5 quota policy objectives and five policy concepts for producer consideration. The P5 Quota Committee have made recommendations and the P5 provincial boards have agreed to implement the following quota policy changes: 1.Effective August 1, 2015, all future quota increases shall be issued in the P5 provinces as saleable quota. 2.Effective no later than August 1, 2017, the P5 provinces will convert non-saleable quota into saleable quota and the quota cap price will be reduced to $24,000. 3.Effective for the 2016 selected applicants, the P5 New Entrant program will be based on the following main elements: •A total of 304 kg of bf/day per year will be available for the program; •A maximum of 19 participants per year will be eligible (9 Québec, 7 Ontario, 1 for each Maritime Provinces); •Up to 16 kg will be available for purchase through priority access on the provincial quota exchange(s), or through the purchase of an on-going operation for the Maritime Provinces, and the matching quantity (kg) of quota will be loaned to the participant; •The reimbursement rules will remain at 1 kg/year and start in year 11; •For the quantity to be reimbursed, priority access on the exchange will be provided during the reimbursement period. 4.The P5 quota policy committee will evaluate all policy concepts that were brought forward to them during the 2014-15 consultations as well as any future concepts that may be brought before them by			

	individual boards in hopes of continually improving the policies for the producers in the P5. Following the P5 message, any province may add a provincial message regarding the provincial particularities they wish to communicate at the same time. D)The provinces will have the flexibility to implement non-harmonized provincial transitional steps. As a result of the announcement of these policy changes, each P5 provinces will evaluate if quota exchange(s) should be cancelled by their provincial board. E)Implementation details will be developed and communicated as soon as they are available. During the discussion, a number of amendments have been proposed and agreed. It was duly moved, seconded and unanimously carried to replace provision 3.2. “a maximum of 19 participants per year will be eligible (9 Québec, 7 Ontario, 1 for each Maritime Provinces” by the following sentence “ Provinces may carry forward a maximum of one year’s entitlement”. It was duly moved, seconded and unanimously carried to amend provision 3.3. “Each New Entrant will be granted priority access on the provincial quota exchange(s) to purchase up to 16 kg of quota, and each New Entrant in the Maritime Provinces may instead purchase up to 16 kg but not more than 19 kg of quota through an on-going operation. The matching quantity (kg) of quota will be loaned to the participant who doesn’t own more than 19 kg of quota when the loan is granted” and replaced it by the following provision: “Purchase a minimum of 12 kg up to a maximum of 16 kg through priority access on the provincial quota exchange(s), or through the purchase of an on-going operation for the Maritime Provinces, and the matching quantity (kg) of quota will be loaned to the participant”. Therefore, it was duly moved, seconded and unanimously carried to recommend the adoption of the following amended motion: “Whereas the P5 conducted a policy review in 2014-2015 and submitted the five following policy concepts to the producers: •Maintain, cap or eliminate non-saleable quota •Sell quota increases on the exchange •Link quality & CQM to quota exchange access •New Entrant Quota Assistance Program •Partial quota mergers Whereas the proposed recommendations meet the following objectives: •That the benefits and responsibilities associated with a kilogram of quota should be the same for every producer in the P5 •That the P5 Quota Policy be harmonized •That as much quota as possible be made available to producers through the quota exchange •To be simple to manage and administer, transparent and easy to understand			

	Whereas there have been consultations with P5 producers, further discussion by the P5 Quota Committee and by the P5 provincial boards. Therefore, the P5 Quota Committee recommends that: A)The P5 provincial boards adopt the following policies: 1.Effective August 1, 2015, all future quota increases shall be issued as saleable quota. 2.Effective no later than August 1, 2017: 2.1.Non-saleable quota will be converted to saleable quota, and 2.2.The quota cap price will be reduced to $24,000. 2.3.DFNB will stop applying a non-saleable assessment on quota purchased through its monthly quota exchanges. 3.Effective for the 2016 selected applicants, the P5 New Entrant program will be modified as follows: 3.1.A total of 304 kg of bf/day per year will be available for the program (144 kg in QC, 112 kg in ON, and 16 kg for each of the maritime provinces); 3.2.Provinces may carry forward a maximum of one year's entitlement 3.3.Purchase a minimum of 12 kg up to a maximum of 16 kg through priority access on the provincial quota exchange(s), or through the purchase of an on-going operation for the Maritime Provinces, and the matching quantity (kg) of quota will be loaned to the participant; 3.4.The reimbursement rules will remain at 1 kg/year and start in year 11; 3.5.For the quantity to be reimbursed, priority access on the exchange will be provided during the reimbursement period. For the 2017 application and selection process, the P5 will develop similar P5 application and selection criteria. 4.The Maritimes will implement by no later than August 1, 2017 a harmonized and transparent credit/quota leasing policy. 5.The following core elements of the Succession program currently in place in Quebec can be used by any other province for consultation with the producers. Any province who chooses to implement a Succession program will draw the quota required for the program from their provincial quota. Core elements of the QC succession program: •To meet the demand of the program, the provincial board will create a provincial quota reserve and draw the quota required for the program from their provincial quota. •The province will loan quota to a maximum of 1.5% of the provincial quota, which will be calculated on August 1 of each year. •The provincial board will loan 5 kg of quota to a producer that meets the following requirements: oOwn the quantity of quota at least equal to the quantity loaned by the provincial board. oBefore the 12 months preceding the application, at least one or several natural persons applying for the loan have never owned individually or separately,			

	directly or indirectly, in any manner, 50% or more of the total value of a production unit. oThe natural person(s) applying for the loan must: Together or separately, own at least 50% of the total value of the production unit. Be at least 18 years of age and not older than 35. Have formal agricultural training and/or at least 2 years of experience in dairy production. •The reimbursement rule is of 1 kg/year and start in year 6. 6.Any P5 province may adopt a policy that requires that the transferor of quota, as part of an on-going farm operation to a purchaser that is not an immediate family member, must sell at least 10% of the quota being transferred over the Quota Exchange. The core elements of this policy have been discussed and are supported by the P5 quota committee and will come into effect as soon as the above policy items 1- 2 come into effect. 7.Harmonization of Quota Policy is the primary objective of the P5 Quota Committee. When individual provinces are considering new policies or new policy elements, they will prepare a full policy proposal and ask for an expression of interest from other provinces to work together to develop common policy elements. Any recommendations from this process shall be brought back to the P5 Quota Committee for consideration. B)At this time, the P5 provincial boards do not adopt the following policies submitted during the 2014-2015 P5 quota policy review, but they could be considered again in a future P5 quota policy review: a.Sell quota increases on the exchange b.Link quality & CQM to quota exchange access c.Partial quota mergers C)On Friday July 10, 2015, at 1:00 p.m. the P5 provinces issue the following common P5 message: The P5 conducted a quota policy review in 2014-2015 and submitted five P5 quota policy objectives and five policy concepts for producer consideration. The P5 Quota Committee have made recommendations and the P5 provincial boards have agreed to implement the following quota policy changes: 1.Effective August 1, 2015, all future quota increases shall be issued in the P5 provinces as saleable quota. 2.Effective no later than August 1, 2017, the P5 provinces will convert non-saleable quota into saleable quota and the quota cap price will be reduced to $24,000. 3.Effective for the 2016 selected applicants, the P5 New Entrant program will be based on the following main elements: oA total of 304 kg of bf/day per year will be available for the program (144 kg in QC, 112 kg in ON, and 16 kg for each of the maritime provinces); oProvinces may carry forward a maximum of one year's entitlement oPurchase a minimum of 12 kg up to a maximum of 16 kg through priority access on the provincial quota exchange(s), or through the purchase of an on-going operation for the Maritime Provinces, and the			

	matching quantity (kg) of quota will be loaned to the participant; oThe reimbursement rules will remain at 1 kg/year and start in year 11; oFor the quantity to be reimbursed, priority access on the exchange will be provided during the reimbursement period. 4.The P5 quota policy committee will evaluate all policy concepts that were brought forward to them during the 2014-15 consultations as well as any future concepts that may be brought before them by individual boards in hopes of continually improving the policies for the producers in the P5. Following the P5 message, any province may add a provincial message regarding the provincial particularities they wish to communicate at the same time. D)The provinces will have the flexibility to implement non-harmonized provincial transitional steps. As a result of the announcement of these policy changes, each P5 provinces will evaluate if quota exchange(s) should be cancelled by their provincial board. E)Implementation details will be developed and communicated as soon as they are available." Members were instructed that all Boards should consider the above recommendations and respond to the Secretary before Thursday, July 9, 2015 at 5:00 p.m. (Eastern time). The common P5 message cannot be released before Friday, July 10, at 1:00 p.m. Members were also encouraged to share their provincial messages and forward their comments before Friday, July 10 at 10:00 a.m. Finally, Members were also encouraged, if possible, to use communication tools that are targeting specifically producers and not the general public.			
2015-162	It was duly moved, seconded and unanimously carried to recommend that the province of Ontario be allowed to implement a "linked facilities" policy in their province as of August 1st, 2015 without any further obligations to the other provinces to implement it. Reports on this policy will be provided to the P5 Quota Committee on a periodic basis.	July 8, 2015	YES	Aug 1, 2015
2015-163	After further discussion, it was moved, seconded and unanimously carried to recommend that the P5 Quota Committee develop a harmonized parent to child quota transfer policy by February 1st, 2016.	July 8, 2015	YES	Feb 1, 2016
2015-164	It was duly moved, seconded and unanimously carried to extend Denis Morin's term for one year until July 2016.	Oct 1, 2015	YES	Oct 1, 2015
2015-165	It was duly moved, seconded and unanimously carried that, starting July 2016, the term for the leader of the committee is a two-year term.	Oct 1, 2015	YES	July 1, 2016
2015-166	It was duly moved, seconded and unanimously carried that Julie Belzile be appointed to chair the committee meetings until the end of the term of the Leader of the Committee in July 2016.	Oct 1, 2015	YES	Oct 1, 2015
2015-167	It was duly moved, seconded and unanimously carried that the P5 Quota Committee recommends to maintain the same producer quota issuance while monitoring the milk production and demand and the butter stock	Oct 1, 2015	YES	n/a

	levels over the next months, to schedule the next P5 Quota Committee on November 20, 2015.			
2015-168	It was duly moved, seconded and unanimously carried that the P5 Quota Committee recommends to issue 10 incentive days in the fall of 2016. The incentive days will be non-cumulative and occur in August (2 days), September (3 days), October (3 days) and November (2 days). These incentive days apply to both conventional and organic producers.	Oct 1, 2015	YES	Aug 1, 2016
2015-169	It was duly moved, seconded and unanimously carried that the P5 Quota Committee recommends to the provincial P5 Boards to accept an offer from the CDC for a one day training session on milk supply and markets for provincial P5 Boards, to be held by January 31, 2016.	Oct 1, 2015	YES	n/a
2015-170	It was duly moved, seconded and unanimously carried to allow NS to implement their proposed deferral program during the reimbursement period, for the 12 kg program producers. DFNS will defer reimbursement for both current and future new entrant producers, in months when the quota exchange is cancelled, to a future month when there is no reimbursement scheduled (i.e. months 11 and 12 of each reimbursement year and then beyond the calculated end of the reimbursement period if necessary).	Oct 1, 2015	YES	n/a
2015-171	It was duly moved, seconded and unanimously carried to allow the Maritime Provinces to increase the limit for new entrants purchasing a dairy farm from 35 kg to 40 kg.	Oct 1, 2015	YES	n/a
2015-172	It was duly moved, seconded and unanimously carried to delay until the next committee meeting on November 20 any decision regarding the issuance of organic incentive days after March 2016.	Oct 1, 2015	YES	n/a
2015-173	It was duly moved, seconded and unanimously carried to activate a P5 organic technical working group.	Oct 1, 2015	YES	n/a
2015-174	It was duly moved, seconded and unanimously carried that the P5 Quota Committee recommends to the P5 Boards to increase the quota issued to conventional producers by an additional 2% of saleable quota as of December 1st, 2015.	Oct 22, 2015	YES	Dec 1, 2015
2015-175	It was duly moved, seconded and unanimously carried that the P5 Quota Committee recommends to the P5 Boards to increase the quota issued to organic producers by an additional 2% of saleable quota as of December 1st, 2015	Oct 22, 2015	YES	Dec 1, 2015
2015-176	It was duly moved, seconded and unanimously carried that the P5 Quota Committee recommends to issue 1 incentive day in each of the months of December 2015, January and February 2016 for conventional producers. The incentive days will be non-cumulative.	Nov 20, 2015	YES	Dec 1, 2015
2015-177	It was duly moved, seconded and unanimously carried that the P5 Quota Committee recommends to issue 1 incentive day in each of the months of December 2015, January and February 2016 for organic producers. The incentive days will be non-cumulative.	Nov 20, 2015	YES	Dec 1, 2015
2015-178	It was duly moved, seconded and unanimously carried that the P5 Quota Committee recommends issuing 3 additional organic incentive days on a non-cumulative basis in each of the months from April 2016 to March	Nov 20, 2015	YES	Apr 1, 2016

	2017, for Ontario and Quebec certified organic shippers whose milk is marketed in the organic milk pool.			
2015-179	It was duly moved, seconded and unanimously carried that the P5 Quota Committee recommends that the provincial boards adopt a P5 harmonized policy. It was duly moved, seconded and carried that the P5 Quota Committee recommends that if a new entrant sells quota and the owned quota becomes less than the loaned quota that their loaned quota be reduced by the same amount.	Nov 20, 2015	YES	n/a
2015-180	It was duly moved, seconded and unanimously carried that the P5 Quota Committee recommends the provincial boards adopt the revised P3 pooling mechanism presented by the P5 Quota Technical Committee.	Nov 20, 2015	YES	n/a
2016-181	It was duly moved, seconded and unanimously carried that the P5 Quota Committee recommends that the DFO Board issues 3 incentive days per month on a non-cumulative basis to active DHA shippers for the months of February, March and April 2016.	Jan 14/15, 2016	YES	Feb 1, 2016
2016-182	It was duly moved, seconded and carried that the P5 Quota Committee recommends issuing 1 additional organic incentive day per month on a non-cumulative basis for Ontario and Quebec certified organic shippers whose milk is marketed in the organic pool, for the months of March, April and May 2016.	Jan 14/15, 2016	YES	Mar 1, 2016
2016-183	It was duly moved, seconded and unanimously carried to extend Denis Morin's term as leader of the committee until the next face-to-face committee meeting.	June 27, 2016	YES	Jun 27, 2016
2016-184	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to increase the quota issued to producers from all P5 provinces by 1% effective July 1, 2016 and an additional 1% effective August 1, 2016.	June 27, 2016	YES	Jul 1, 2016
2016-185	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to increase the quota issued to producers from all P5 provinces by 1% effective September 1, 2016.	July 28, 2016	YES	Sep 1, 2016
2016-186	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to increase the quota issued to producers from all P5 provinces by 3% effective November 1, 2016.	Sep 16, 2016	YES	Nov 1, 2016
2016-187	It was duly moved, seconded and unanimously carried for Murray Sherk to be the leader of the P5 quota committee.	Sep 16, 2016	YES	Nov 18, 2016
2016-188	It was duly moved, seconded and unanimously carried that the P5 staff work with CDC to coordinate and incorporate information from JR consulting and Direct Link. They will obtain market information and incorporate market trends and food service data into an analytical framework to complement tools currently being used by the P5 Quota Committee.	Sep 16, 2016	YES	n/a
2016-189	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to increase the quota issued to producers from all P5 provinces by 2% effective December 1, 2016 and to issue 1 incentive day per month to conventional producers only on a	Nov 18, 2016	YES	Dec 1, 2016

	non-cumulative basis for the months of December 2016, January and February 2017.			
2016-190	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to issue the following incentive days on a non-cumulative basis, of 2 days for August, 3 days for September, 3 days for October and 2 days for November 2017.	Nov 18, 2016	YES	Aug 1, 2017
2016-191	It was duly moved, seconded and unanimously carried that P5 Quota Committee send a letter to the P5 Chairs and GMs that a replacement for the coordinator role is required and the need for a staff succession plan.	Nov 18, 2016	YES	n/a
2016-192	It was duly moved, seconded and unanimously carried to accept the document as presented and request staff do the appropriate follow-up. (Note: Patrice Dube presented a protocol to help guide milk supply recommendations concerning border issues, processor requests and market trends.)	Nov 18, 2016	YES	n/a
2017-193	It was duly moved, seconded and unanimously carried to recommend to the P5 Chairs and GMs that P5 staff align milk allocation schedules.	Feb 15, 2017	YES	n/a
2017-194	It was duly moved, seconded and unanimously carried to recommend to the P5 Chairs and GMs that Ontario commit to receive the Maritimes' whole milk surplus at the time of declaration as per the Sharing of Maritime Milk Surplus Between Quebec and Ontario Policy.	Feb 15, 2017	YES	n/a
2017-195	It was duly moved, seconded and carried to recommend to the P5 Chairs and GMs that P5 staff will continue to work together to allocate all whole milk produced but, if the situation arises, no action will be taken regarding dumping whole milk, in the P5 or Newfoundland, without the sign-off of at least one senior staff in each of the P5 provinces.	Feb 15, 2017	YES	n/a
2017-196	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to issue 1 incentive day per month to conventional producers only on a non-cumulative basis for the months of March 2017 and April 2017.	Feb 15, 2017	YES	Mar 1, 2017
2017-197	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards for no change to Ontario and Québec certified organic shippers' incentive days.	Feb 15, 2017	YES	n/a
2017-198	It was duly moved, seconded and unanimously carried for staff to review the effects of any changes to the P5 NEQAP.	Feb 15, 2017	YES	n/a
2017-199	It was duly moved, seconded and unanimously carried to receive the document as presented. (note: NB provided an update on their credit exchange, effective August 1, 2017. This change moves NB closer to PEI and NS credit transfer limits.)	Feb 15, 2017	YES	n/a
2017-200	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to issue 1 incentive day per month to conventional producers only on a non-cumulative basis for the months of May, June and July 2017.	Apr 20, 2017	YES	May 1, 2017
2017-201	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards for no change to Ontario and Québec certified organic shippers' incentive days.	Apr 20, 2017	YES	n/a

2017-202	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to send one letter from the P5 Boards to DPAC and CDC to apply pressure in explaining why there are insufficient butter sales to further processors.	Apr 20, 2017	YES	n/a
2017-203	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to adopt the repayment schedule to begin in year 11, as adopted in Quebec and NB.	Apr 20, 2017	YES	n/a
2017-204	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to increase the quota issued to producers from all P5 provinces by 5% effective July 1, 2017.	June 16, 2017	YES	Jul 1, 2017
2017-205	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards: Whereas, there are at least three processor infrastructure investments that will result in, at a minimum, four percent increase in milk demand in 2019; and Whereas recent demand for butterfat is increasing at 4 to 6 per cent per year; and Whereas there are other processing infrastructure investments in advanced stages of consideration; and Whereas P5 producers need a clear market signal to consider investing in expanded production infrastructure to meet growing market demand; and Whereas P5 producers need to fully understand the impacts of serving these markets on milk allocation to processors and their blend returns: Be it resolved: That P5 Technical staff review processor milk requirements associated with planned and possible processing infrastructure investments and associated BF and milk production that will be needed to support these investments; and That P5 Boards direct staff to survey producers to determine their ability to increase production either within existing, expanded or new production infrastructure; and That P5 Boards direct a neutral third party to survey processors to determine their estimated milk requirements and that a review process be implemented following the collection of this information to ensure there is no double accounting of market opportunities. That P5 Boards direct staff explore options on how to deal with any within quota skim milk surplus disposal or any over quota milk surplus after February 1, 2018.	Aug 9, 2017	YES	n/a
2017-206	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to increase the quota issued to producers from all P5 provinces by 1% effective November 1, 2017.	Oct 13, 2017	YES	Nov 1, 2017
2017-207	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to issue 1 additional incentive day per month to all producers on a non-cumulative basis for the months of November 2017 to March 2018, inclusive.	Oct 13, 2017	YES	Nov 1, 2017
2017-208	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to issue 3 incentive days per month to Ontario and Québec certified	Oct 13, 2017	YES	Apr 1, 2018

	organic shippers' for the months of April 2018 to March 2019, inclusive.			
2018-209	It was duly moved, seconded and unanimously carried to remove the following action item from the minutes of October 13, 2017; "Discuss with each P5 Board how to message to producers that we must meet the demand for new investments, estimated to be up to 6% if issued in the P5 by 2020, above new domestic growth."	Jan11/12, 2018	YES	n/a
2018-210	It was duly moved, seconded and unanimously carried to receive the proposal as presented, in principle, for presentation to the P5 Chairs and GMs at their next meeting during the week of January 15, 2018, subject to staff finalizing the proposal. (note: Idriss Ettabaâ presented a proposal for a process to evaluate and validate milk requests from new P5 processing investments, including a requirement to have the P5 Chairs and GMs to approve the selection of the third party.)	Jan11/12, 2018	YES	n/a
2018-211	There are a number of processor investments expected to take place in the coming years. A combination of normal growth (9 to 12%) and the needs from processor investments (6%) is expected to require an additional 15% to 18% more milk in the next three years (by 2021). The P5 Quota Committee recommends that: 1) Assuming the 15 to 18% requirements is confirmed by a third party, the P5 Boards are asked to indicate if they are committed to produce their share of the forecasted P5 milk requirement for the next three years and report back to the P5 Quota Committee before the end of February 2018; 2) P5 Boards consider if there are any quota policy changes needed in order to bring this milk forward and report back to the P5 Quota Committee before the end of February 2018.	Jan11/12, 2018	YES	n/a
2018-212	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to not issue any incentive days and not to issue any additional quota for the remainder of the 2017/18 dairy year.	Mar 7, 2018	YES	n/a
2018-213	It was duly moved, seconded and unanimously carried to have staff analyze use of quota, fall incentive days, production credit days and any other policy options and/or alternatives, that, if needed, could reduce milk production, by the next committee meeting on April 19-20, 2018.	Mar 7, 2018	YES	n/a
2018-214	It was duly moved, seconded and carried to recommend to the P5 Boards to make it a priority for the P5 Boards to select a third party auditor to validate the new investment projects.	Mar 7, 2018	YES	n/a
2018-215	It was duly moved, seconded and carried to initiate a discussion with each Board regarding changes to NEQAP and to present a profile of the NEQAP (number of applicants, approved applicants, number exited) in each of the provinces, to be presented to the P5 Quota Committee within the next 6 months.	Mar 7, 2018	YES	n/a
2018-216	It was duly moved, seconded and carried to recommend to the P5 Boards to: 1. decrease quota by 1.5% effective May 1, 2018; and	Apr 19/20, 2018	YES	May 1, 2018 and Aug 1, 2018

	2. reduce the fall incentive days for conventional producers only to 0 August, 2 September, 2 October, and 2 November, 2018.			
2018-217	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to request that staff present options, as soon as possible, to reduce the flexibility/sleeve of credit days within the next 12 months.	Apr 19/20, 2018	YES	n/a
2018-218	It was duly moved, seconded and carried to task staff to come back with tools to enable production or production discipline, by July 1, 2018.	Apr 19/20, 2018	YES	n/a
2018-219	It was duly moved, seconded and carried to appoint Gerald Daley as next leader of the P5 Quota Committee for a period of 2 years.	Apr 19/20, 2018	YES	Jun 21, 2018
2018-220	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards the following motion / message and to release the following message on June 22, 2018 at 5:00 pm (eastern time): While there is still growth in market demand, production is above current and projected market demand. The large number of underproduction credits held by P5 producers could increase this production and market imbalance. As a result of high production levels in relation to demand, the May butter stocks are at 43,000 tonnes, which is well above the 35,000 tonne target. For these reasons, the P5 Boards are taking the following measures Effective July 1, 2018: 1. Reduce quota issued to all producers by 1.5%. Additionally provinces will either further reduce the quota issuance for all producers by 2.0% OR limit production credit day usage to 1 day / month; and 2. Eliminate previously announced Fall 2018 incentive days for conventional producers only; and 3. Implement an over quota penalty of $20 / hl to be applied on production over +10 days in Ontario and the Maritimes. Ontario will implement the following measures for all producers: 4. Effective July 1, 2018, temporarily limit the number of production credit day usage to 1 day / month. This measure will be reviewed periodically by the P5 Quota committee and the P5 Boards. 5. Implement an over quota penalty of $20 / hl to be applied on production over +10 days and if production credit usage exceeds 1 day / month. Quebec is also committed to work towards the regulatory changes to implement measures 4. and 5. above no later than December 1st, 2018. The Maritime Provinces will evaluate implementation of measures 4. and 5. When a province implements the monthly production credit day limitation policy and the over quota penalty, there will be an offsetting quota adjustment. The P5 Quota Committee considers that a 1 day / month production credit limitation is equivalent to a 2% quota reduction for all P5 provinces. Notwithstanding the temporary variations in this decision, the P5 Boards remain committed to a harmonized quota policy and a common quota issuance level across the pool.	Jun 21/22, 2018	YES	Jul 1, 2018 and Aug 1, 2018

	Organic producers will receive incentive days as shown in the table below. The P5 Quota Committee will continue to monitor milk production and the market evolution for the months to come and will determine if further measures will be required.			
2018-221	It was duly moved, seconded and carried for the P5 quota technical committee to present two options in relation to SNF/BF producer payment policy by end of October 2018.	Jun 21/22, 2018	YES	n/a
2018-222	It was duly moved, seconded and carried to recommend to the P5 Boards for the P5 quota technical committee to set up a working committee to develop options in relation to SNF/BF producer payment policy.	Nov 1, 2018	YES	n/a
2018-223	It was duly moved, seconded and carried for staff to develop a work plan regarding the next quota policy review and present the work plan at the P5 Quota Committee meeting in January 2019.	Nov 1, 2018	YES	n/a
2018-224	It was duly moved, seconded and unanimously carried to recommend to each of the P5 Boards for discussion to move to a sleeve of +10/-15 days for full implementation by August 2021, and for the P5 Boards to consider a provincial credit exchange as an avenue to accomplish the implementation. The position of each P5 Board would be discussed at the next P5 Quota Committee meeting in January 2019.	Nov 26, 2018	YES	n/a
2018-225	It was duly moved, seconded and unanimously carried that the common incentive day issuance policy for Québec and Ontario organic milk producers will be suspended. Therefore, each provincial board will be allowed to issue the appropriate amount of incentive days to their respective organic milk producers until October 2019. Quebec and Ontario will restate common incentive day issuance policy beginning on November 2019. DFO and PLQ staff agree to evaluate the opportunity to put in place a P2 Pool for organic milk.	Nov 26, 2018	YES	Dec 1, 2018
2019-226	It was duly moved, seconded and unanimously carried to recommend to each of the P5 Boards that Ontario increases their credit day limitation from 1 day to 2 days per month, and Quebec, NB, NS and PEI increase quota by 1%, effective March 1, 2019.	Jan 21, 2019	YES	Mar 1, 2019
2019-227	It was duly moved, seconded and unanimously carried to recommend to each of the P5 Boards to review the quota policy workflow plan and for the P5 Boards to identify significant policy options for consideration.	Jan 21, 2019	YES	n/a
2019-228	It was duly moved, seconded and unanimously carried to recommend for P5 Boards to remove the $20/hl over production penalty effective March 1, 2019.	Jan 21, 2019	YES	Mar 1, 2019
2019-229	It was duly moved, seconded and carried to recommend to each of the P5 Boards that: - from May 1, 2019 to July 31, 2019 Ontario shall reduce their credit day limitation from two days to one day and implement the over quota penalty of $20/hl; - Effective Aug 1, 2019 Ontario shall remove the credit day limitation policy and over quota penalty is $0/hl; and - Effective Nov 1, 2019 harmonize quota issuance within P5. Any existing quota issuance differences at	Apr 26, 2019	YES	May 1, 2019 and Aug 1, 2019 and Nov 1, 2019

	that time will be eliminated either by an increase in the rest of P5 provinces and(or) a decrease in Ontario according to the situation of production and market.			
2019-230	It was duly moved, seconded and carried to recommend to each of the P5 Boards to reduce the production sleeve to +10/-15 by August 1, 2021.	Apr 26, 2019	YES	Aug 1, 2021
2019-231	It was duly moved, seconded and unanimously carried to recommend to each of the P5 Boards to amend the previous motion to harmonize organic incentive days between Ontario and Quebec from November 2019 to no later than August 1, 2020. (refer to 2018-225)	April 26, 2019	YES	Nov 1, 2019
2019-232	It was duly moved, seconded and unanimously carried to recommend to each of the P5 Boards that the following non-cumulative incentive days be issued: 0 day August, 2 days September, 2 days October and 1 day November.	Jun 17/18, 2019	YES	Aug 1, 2019
2019-233	It was duly moved, seconded and unanimously carried to recommend to each of the P5 Boards to decrease the production sleeve to: +10/-20 by August 1, 2021 and then to +10/-15 by August 1, 2022. The committee agreed that each province can decide how they achieve each target, i.e. decrease by 1 day per month. (refer to 2019-230)	Jun 17/18, 2019	YES	Aug 1, 2021 and Aug 1, 2022
2019-234	It was duly moved, seconded and unanimously carried to recommend to each of the P5 Boards that the following non-cumulative incentive days be issued to conventional producers: 3 days September and 3 days October and the P5 Quota Committee recommend to the P5 Boards that the MMO be adjusted to allow milk to be advanced for commissioning to the new Feihe plant in Kingston, Ontario.	July 31, 2019	YES	Sep 1, 2019
2019-235	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards: A new P5 component producer payment policy will be implemented no later than August 2020 based on points 1 to 4 as stated below. 1) Should meet two objectives which are to send a clearer market signal to the grass root producers and contribute to decrease the excess SNF production. 2) Should increase global revenue through a total sale revenue distribution with emphasis on butterfat and protein. 3) Should maintain a SNF production discipline through the application of at least one SNF/BF ratio. 4) Should be flexible enough to include for future years any scientific research findings about dairy components and/or market place changes. As in interim step, no later than December 31st 2019, the SNF/BF ratio would be decreased from 2.35 to 2.30.	Aug 19/20, 2019	YES	Dec 31, 2019
2019-236	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to decrease the SNF/BF ratio from 2.35 to 2.30 effective January 1, 2020 and the butterfat premium dollars will only be transferred between provinces once all provinces have implemented the new SNF/BF ratio. (refer to 2019-235)	Sep 9, 2019	YES	Jan 1, 2020

2019-237	It was duly moved, seconded and carried to recommend to the P5 Boards to issue 1% quota increase to all producers in NB, NS, PEI and Quebec, effective November 1, 2019.	Sep 9, 2019	YES	Nov 1, 2019
2019-238	It was duly moved, seconded and carried to recommend to the P5 Boards that Ontario and Quebec present the parameters above during the quota policy consultation. (note: this motion references credit exchange which was not implemented in either province.)	Sep 9, 2019	YES	n/a
2019-239	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to consult on the above proposal, starting with the applicants applying in 2020 for 2021.(note: this motion references NEQAP.)	Oct 2, 2019	YES	n/a
2019-240	It was duly moved, seconded and carried to recommend to the P5 Boards to issue the following incentive days on a non-cumulative basis to conventional producers only: 2 additional days in November 2019 and 1 day in each of the months of December 2019 and January 2020.	Oct 2, 2019	YES	Nov 1, 2019
2019-241	It was duly moved, seconded and carried to recommend to the P5 Boards to issue the following incentive days on a non-cumulative basis to conventional producers only: August – 1 day, September – 2 days, October – 2 days, November – 1 day.	Nov 15, 2019	YES	Aug 1, 2020
2019-242	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to adopt option 7d effective August 1, 2020 and review the SNF/BF policy annually.	Nov 15, 2019	YES	Aug 1, 2020
2019-243	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to implement the new producer pricing payment policy on January 1, 2021, with a final implementation date of August 1, 2021. (refer to 2019-242)	Dec 3, 2019	YES	Jan 1, 2021 and Aug 1, 2021
2019-244	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to release the producer payment policy message, on January 7, 2020. (refer to 2019-242 and 2019-243)	Dec 3, 2019	YES	Jan 7, 2020
2020-245	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to issue 1% saleable quota to all P5 producers effective February 1, 2020.	Jan 27, 2020	YES	Feb 1, 2020
2020-246	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to approve the following NEQAP positions in each of the provinces, starting in 2021:9-Que,8-Ont,1-NB,1-NS,1-PEI	Jan 27, 2020	YES	Jan 1, 2021
Global pandemic regarding covid declared in mid-March				
2020-247	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to implement the following short-term plan in the event of a milk supply surplus: 1.Milk will not be picked up from a specified number of predetermined farms; 2.The milk not picked up will be considered as delivered and producers will be paid for this milk; and 3.Payment will be assumed by the P5 pool.	Mar 27, 2020	YES	Mar 27, 2020
2020-248	It was duly moved, seconded and unanimously carried to recommend to each of the P5 Boards to amend the previous motion to harmonize organic incentive days	Mar 27, 2020	YES	Aug 1, 2020

	between Ontario and Quebec from August 2020 to no later than February 1, 2021. (refer to 2018-225 and 2019-231)			
2020-249	P5 Boards to approve the following: Credit day limitation in ON, Que, NB and PEI, -3% quota in NS, suspend/modify credit/quota leasing in Maritimes, over quota penalty ($20/hl) in all P5.	Apr 3, 2020	YES	Apr 1, 2020
2020-250	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to change the NEQAP parameters, starting with the 2021 applicants to the following: Loaned quota: 20 kg Purchase quota: 20 to 30 kg Payback start year: year 11 Repayment schedule: 0.1 kg X 12 mo = 1.2 kg/yr Number of loans: 9-Québec, 8-Ontario, 1-New Brunswick, 1-Nova Scotia, 1-Prince Edward Island	Apr 24, 2020	YES	Jan 1, 2021
2020-251	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards the following: Considering that the credit day limitation policy represents a tool to reduce milk production over the short term in a crisis situation. Especially, when there is a significant quantity of credits at the farm level; Considering that a full and complete credit day limitation policy should enable the limitation of credit days to be borrowed or used to be 0 days or any number of full day (s) required; Considering that the adoption of a credit day limitation policy in Ontario between July 2018 and July 2019 has demonstrated how this policy is efficient at reducing milk production over the short term; Considering that the credit day limitation policy is more efficient when it is combined with an above zero over-quota penalty; Considering that a majority of provinces outside of the P5 have adopted a credit day limitation policy at some point over the years; Considering that some provincial governments (for example, the Québec Régie) might require straightforward and transparent criteria for this measure to be acceptable and applicable. It is moved, and seconded: •that the P5 provinces, where the credit limitation measure is not taking place permanently, begin a consultation of their grass root producers aiming at implementing such a policy in their respective province; •that the Quota Committee develop and propose triggering criteria; •that once the enabling regulatory and administrative measures in place, the credit day limitation policy and an above zero over-quota penalty will be available as a permanent tools in their production management toolbox no later than August 1st, 2021.	Apr 24, 2020	YES	Aug 1, 2021
2020-252	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to: 1.Effective May 1, 2020 the P5 provinces will decrease all producer quota by 2%. This will bring the total quota decrease in Nova Scotia to 5%, since	Apr 24, 2020	YES	May 1, 2020

	March 2020, as DFNS was unable to implement the credit day limitation.; 2.Ontario, Quebec New Brunswick and Prince Edward Island will continue the 0 credit day limitation for the month of May; 3.NB will continue to suspend their credit exchange; 4.NS will continue to suspend their quota leasing; 5.PEI will continue with their restricted credit exchange; and 6.All P5 provinces will continue to apply the over-quota penalty for the month of May.			
2020-253	The P5 Boards approved quota policy changes to the P5 New Entrant Quota Assistance Program (NEQAP). Effective with the applicants for loans in 2021 and beyond, the NEQAP has been revised to permit each successful applicant to initially acquire a minimum of 20 kg to a maximum of 30 kg of quota and to be loaned 20 kg of quota. The loan repayment start year remains at year 11, but the repayment schedule is revised to 0.1 kg per month (1.2 kg/year).	Apr 29, 2020	YES	Jan 1, 2021
2020-254	It was duly moved, seconded and carried to recommend to the P5 Boards to allow any P5 province to implement one incentive day effective for the month of May on a non-cumulative basis to conventional milk producers only. (note: ON and NS only province that implement motion.)	May 21, 2020	YES	May 1, 2020
2020-255	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to implement one incentive day effective for the month of June on a non-cumulative basis to conventional milk producers only.	May 29, 2020	YES	Jun 1, 2020
2020-256	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to remove the credit day limitation entirely effective July 1, 2020, re-issue 3% quota in NS, Maritimes may reinstate credit/quota leasing.	Jun 11, 2020	YES	Jul 1, 2020
2020-257	It was duly moved, seconded and carried to recommend to the P5 Boards to remove the $20/hl over quota penalty effective July 1, 2020.	Jun 15, 2020	YES	Jul 1, 2020
2020-258	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to implement one additional incentive day effective for each of the months of August, September and October 2020 on a non-cumulative basis to conventional milk producers only; for a total number of 2 days in August, 3 days in September, 3 days in October and 1 day in November 2020.	Jul 27, 2020	YES	Aug 1, 2020
2020-259	It was duly moved, seconded and carried to recommend to the P5 Boards to eliminate the deadline for the sleeve reduction of August 1, 2021 and maintain the deadline to reduce the under production credits limit to -15 days effective August 1, 2022. (refer to 2019-230 and 2019-233)	Jul 27, 2020	YES	Aug 1, 2022
2020-260	Motion: Considering that the credit day limitation policy represents a tool to reduce milk production over the short term in a crisis situation; and Considering that not all P5 provinces are able to implement credit day limitation policy at the time required and implement a quota reduction instead;	Sep 14, 2020	YES	n/a

	It is moved, seconded and unanimously carried to recommend to the P5 Boards; • that the P5 provinces where the credit day limitation measure is not taking place are able to return to their quota pool share, once the credit day limitation measure is lifted; and • that the quota correction be implemented at the province's next quota adjustment. (refer to 2020-251)			
2020-261	It was duly moved, seconded and unanimously carried to extend Gerald Daley's position as leader of the committee until December 1, 2020 and that the position rotate among provinces every two years from that date.	Sep 14, 2020	YES	Oct 1, 2020
2020-262	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to implement class 4a monthly pricing for payment of SNF between 2.0 (market ratio) and 2.30 (no-pay ratio). (refer to 2019-242, 2019-243, 2019-244)	Oct 14, 2020	YES	n/a
2020-263	It was duly moved, seconded and carried to recommend to the P5 Boards to implement two additional incentive days effective for the month of November 2020 on a non-cumulative basis to conventional milk producers only; for a total number of 3 days in November 2020.	Oct 22, 2020	YES	Nov 1, 2020
2020-264	It was duly moved, seconded and unanimously carried to recommend to the P5 Boards to, effective February 1st, 2021: 1. implement the new producer SNF pricing payment policy, with a final implementation date of August 1, 2021. 2. Terminate the 80:20 protein and other solids revenue split that is currently part of the P5 pooling calculation; and 3. Postpone the P5 sharing of the no pay SNF revenue until all P5 provinces implement the new producer payment policy. (refer to 2019-242, 2019-243, 2019-244, 2020-262)	Oct 22, 2020	YES	Feb 1, 2021 and Aug 1, 2021
2020-265	It was duly moved, seconded and carried to recommend to the P5 Boards to issue 2% saleable quota to all P5 producers effective December 1, 2020.	Nov 23, 2020	YES	Dec 1, 2020
2020-266	It was duly moved, seconded and carried to recommend to the P5 Boards to implement one incentive day effective for the month of December 2020 on a non-cumulative basis to conventional milk producers only.	Nov 23, 2020	YES	Dec 1, 2020
2020-267	It was duly moved, seconded and unanimously carried to recommend to each of the P5 Boards to amend the previous motion to harmonize organic incentive days between Ontario and Quebec from February 1, 2021 to no later than February 1, 2022 and for the technical committee to provide the required analysis by June 1, 2021. (refer to 2018-225, 2019-231, 2020-248)	Nov 23, 2020	YES	Feb 1, 2021
2020-268	It was duly moved, seconded and unanimously carried to appoint Dannie MacKinnon as leader of the P5 Quota Committee for the next two years, until December 2022.	Dec 17, 2020	YES	Jan 1, 2021
2021-269	It was duly moved, seconded and carried to recommend to the P5 Boards to implement the	Jan 20, 2021	YES	Aug 1, 2021

	following incentive days to be issued on a non-cumulative basis to conventional milk producers only for the fall of 2021: 1 day in August, 2 days in each of the months of September and October, and 1 day in November.			
2021-270	It was duly moved, seconded and carried to recommend to the P5 Boards to issue 1% saleable quota to all P5 producers effective April 1, 2021.	Mar 26, 2021	YES	Apr 1, 2021
2021-271	It was duly moved, seconded and carried to recommend to the P5 Boards to issue 1.5% saleable quota to all P5 producers effective June 1, 2021.	Apr 26, 2021	YES	Jun 1, 2021
2021-272	It was duly moved, seconded and carried to recommend to the P5 Boards to implement two additional incentive days for the month of August and one additional incentive day effective for each of the months of June, July, September, October and November 2021 on a non-cumulative basis to conventional milk producers only; for a total number of 1 day in June, 1 day in July, 3 days in August, 3 days in September, 3 days in October and 2 days in November 2021.	May 27, 2021	YES	Aug 1, 2021
2021-273	It was duly moved, seconded and carried to recommend to the P5 Boards to: 1.reduce the incentive days for August by two days and for September by one day, for a total of 1 day – August and 2 days – September; and 2.effective August 1, 2021 apply an over quota penalty of $20/hl.	Jul 23, 2021	YES	Aug 1, 2021
2021-274	It was duly moved, seconded and unanimously carried for the over quota penalty dollars to remain in the province collecting the penalty.	Jul 26, 2021	YES	n/a
2021-275	It was duly moved, seconded and carried to recommend to the P5 Boards to reduce the incentive days for October by two days, for a total of 1 day.	Sep 20, 2021	YES	Oct 1, 2021

APPENDIX 14

QUOTA ISSUANCE AND INCENTIVE DAYS RECOMMENDATIONS

(See recommendation: 2014-132): Increase the quota issued to producers from all P5 provinces by an additional 1% as of April 1st, 2014 in accordance with the current Pool Policy regarding saleable and non saleable quota (Secretary's note: in addition to the 2014-130 approved recommendation of 0.5% for a total of 1.5% as of April 1st, 2014).

(See recommendation: 2014-131: That each P5 province issues, on a non-cumulative basis, the following number of incentive days to organic milk producers for the following months:

- March 2014: 3 days
- April 2014: 3 days
- May 2014: 3 days
- June 2014`: 3 days

It was also recommended that the P5 Quota Committee review further incentive issuance for the period starting in July 2014 when additional market data will be made available around mid-May.

(See recommendation: 2014-130): Increase the quota issued to producers from all P5 provinces by 0.5% as of April 1st , 2014 in accordance with the current Pool Policy regarding saleable and non saleable quota (see recommendation above).

(See recommendation: 2014-124): Announce the number of incentive days in July 2014 for Fall 2015 incentive days and so on for the following years.

(See recommendation 2014-125): A discussion followed on what message should be delivered to producers. It was moved, seconded and carried to recommend the following messaging to producers and to release the information on February 1, 2014 after all boards have approved the recommendation.

- Confirm the issuance of fall 2014 production incentive days, as follows:

July	1
August	2
September	3
October	3
November	2

- Announce that there will be incentive days in the fall of 2015 and that the number of days will be established and announced in July 2014.

(See recommendation 2013-105): That Dairy Farmers of Ontario issues two incentive days, on a non-cumulative basis, to all DHA producers for the month of February 2013 only. Furthermore, Committee Members reaffirmed their desire to have staff develop a plan that will give all P5 producers the opportunity to fulfill the DHA market.

(See recommendation 2012-103): To decrease the quota issued to producers from all P5 provinces by 1.5% as of January 1st, 2013 in accordance with the current Pool Policy regarding saleable and non saleable quota.The committee also recommended that a common message be provided to all P5 Boards and Producers.

The message reads as follows: "On Wednesday December 19, 2012, the P5 provinces announced that producer quota shall decrease by 1.5 % effective January 1st, 2013. The decrease will all be applied to non-saleable quota held by producers.

The provinces reached this decision following a recommendation of the P5 Quota Committee. High production this fall, a surplus of available production credits that can potentially be filled by producers, and relatively stable markets have lead the quota committee to believe that P5 provinces are trending toward over quota production in early 2013. This could lead to increased surpluses in residual products and reduced producer revenues if nothing is done, especially as production normally increases during the spring.

The P5 Quota Committee analyzes the P5 market, quota issuance and milk production levels and recommends changes to the quota, when necessary. Quota was last changed in December 2011, an increase of two percent, primarily to stimulate additional production." (see recommendation 2011-070).

(See recommendation 2012-099: That each participating province issues, on a non-cumulative basis, the following number of incentive days for the next two dairy years:

Dairy year 2013-2014: 2 days in in August, 3 days in September, 3 days in October and 2 days in November for a total of 10 non-cumulative days.

Dairy year 2014-2015: 1 day in July, 2 days in August, 3 days in September, 3 days in October and 2 days in November for a total of 11 non-cumulative days. (see recommendation 2012-078)

(See recommendation 2012-090):

•To develop and implement a P5 Harmonized Policy for DHA milk for August 1st, 2014;

•That P5 Technical staff develop a policy to recapture the SNF/BF ratio penalty from the marketplace before August 1st, 2014;

•That the issuance of incentive days to increase DHA milk supply be recommended by the P5 Quota Committee and approved by all P5 Boards as of August 1st, 2012 (or when all P5 Boards will have adopted this recommendation).

(See recommendation 2012-078): That each participating provinces issue, on a non-cumulative basis, two incentive days per month for the months of August, September and November 2012, as well as three incentive days for the month of October 2012.

The announcement of the recommendation will be done immediately. Members also indicated that the Committee will explore other policy options for the future.

(See recommendation 2011-070): To recommend increasing the quota issued to producers from all p5 provinces by 2% as of December 1st, 2011 in accordance with the current Pool Policy regarding saleable and non saleable quota. Furthermore, it was also agreed to recommend that each P5 provinces issue two production incentive days for the month of December 2011 and one production incentive day for the month of January 2012, on a non-cumulative basis. The Committee also agreed on a common message for all P5 Boards and producers.

(See recommendation 2011-068): That no changes be made to producer quota and incentives. The committee also agreed on a common message to all P5 Boards and Producers.

(See recommendation 2011-057): That all P5 provinces issue one production incentive day for the month of May 2011 and two production incentive days per month for the months of June and July 2011, on a non-cumulative basis.

(See recommendation 2011-056): To recommend increasing the quota issued to producers from P5 provinces by 1% as of April 1st, 2011 in accordance with the current Pool Policy regarding saleable and non saleable quota.

(See recommendation 2011-051): That the methodology (on quota issuance adjustment in relation to the P5 New Entrant Program) be adopted as presented.

(See recommendation 2011-047): Each province issue two incentive days, on a non-cumulative basis, for the months of August, September, October and November 2011

(See recommendation 2011-046): To recommend increasing the quota issued to producers from P5 provinces by 1% as of February 1st, 2011 in accordance with the current Pool Policy regarding saleable and non saleable quota.

(See recommendation 2010-040): That no modification in quota issuance be made at this time.

(See recommendation 2010-0031) Increase the quota issued to producers by 1% as of August 1st, 2010 in accordance with the current Pool Policy regarding saleable and non saleable quota.

(See recommendation 2010-0017): That no modification in quota issuance be made until the next review scheduled for July 2010.

(See recommendation 2010-0015): Since the Quota Committee has not been able to find adequate alternative solution that would replace the concept or the impact of the concept proposed by the P5 Chairs which consists of reducing the provincial quota allocation of 0.5% for provinces with quota leasing/credit exchange programs, that discussion on this issue in the future take place at the P5 Chairs Committee.

(See recommendation 2010-0007). That each participating province issue two incentive days, on a non-cumulative basis, for the months of August, September, October and November 2010.

(See recommendation: 2010-003): That the quota issuance for P3 producers be maintained at the current level.

(See recommendation #2009-002) Members recommended that the common level of quota issuance to producers, as of December 1st, 2009, be established, before provincial programs, at 100% of the quota plus innovation allocated to the provinces as of October 1st, 2009. Adjusted for the provincial leasing and credit exchange programs, the final level of issuance to producers in the Maritime provinces ~~in Nova Scotia and New Brunswick (????)~~ will be 99.5% of the quota plus innovation allocated as of October 1st, 2009. No province should issue above these final issuance levels. The Quota Committee also recommended that no change to the quota issued to producers be made as a result of the December 1, 2009 provincial quota adjustment that will be calculated by the CDC.