

CP2015-01

PRINCE EDWARD ISLAND CATTLE PRODUCERS**Order No.: CP2015-01****Effective: August 8, 2015**

UNDER the *Natural Products Marketing Act*, R.S.P.E.I. 1988 Cap. N-3, and the Prince Edward Island Cattle Producers Commodity Marketing Board Regulations, the Prince Edward Island Cattle Producers makes the following order:

Dead Stock Service Levies Order

1. This order may be cited as the Prince Edward Island Cattle Producers Dead Stock Service Levies Order.
2. This order applies to the fixing, imposing and collecting of dead stock levies payable by all beef producers in the Province of Prince Edward Island.
3. The words herein shall have the meanings as found in the Prince Edward Island *Natural Products Marketing Act* and the Cattle Marketing Board Regulations unless differentiated herein and as hereinafter defined:
 - a. "Backgrounder Producer" means a producer which adds value to calves (either owned by the producer or custom fed for other producers) in the form of weight gain in preparation for feedlot production.
 - b. "Bob/Veal Calf Producer" means a producer who raises dairy type calves for beef
 - c. "Category" means any one of the categories of cow-calf producer, a backgrounder producer, a feedlot producer, bob/veal calf producer, dairy beef producer or a drover.
 - d. "Cow-Calf Producer" means a producer which maintains a permanent herd of breeding cows, heifers and, where necessary, bulls; for the purpose of producing calves.
 - e. "Dairy Beef Producer" means any producer who raises dairy type cattle for the purpose of beef.

- f. "Dairy Type Cattle" means cattle of the Holstein, Jersey, Shorthorn, Ayrshire or Guernsey varieties;
- g. "Dead Stock Service Levy" means the levy which will be billed to each producer annually no later than March 31 of each year.
- h. "Dead Stock Service Provider" means an entity which physically removes dead cattle stock from a farm and is responsible for its disposal.
- i. "Discounted Levy" means the actual dead stock service levy that a producer must pay if such producer has registered pursuant to Section 7 by January 31 of each year.
- j. "Drover" means a person who buys cattle from producers for resale to slaughter houses, to producers or through auction barns.
- k. "Feedlot Producer" means a producer which raises cattle during the final stage of production prior to processing.
- l. "Quota Holder" means any cattle producer who is a quota holder as defined in the Dairy Farmers of Prince Edward Island Regulations.
4. The mortality rate for any cow/calf, background, dairy beef, feedlot producer or drover shall be determined as follows:
- a. each producer shall be deemed to have cattle inventory (in the case of cow-calf producers) or cattle marketings (in the case of background producer, dairy beef producer, feed lot producer or drover) in the maximum amount stated for the range of such cattle inventory or cattle marketings set forth in Schedule "2" in which the producer's actual cattle inventory or cattle marketings, as the case may be, falls;
 - b. the amount determined in accordance with subparagraph (a) shall be divided into the number of dead stock picked up from such producer in the previous year, as determined from the pickup slips to December 31 of each year provided by the dead stock service provider.

5. The mortality rate for any bob/veal calf producer shall be deemed to be 10% of their average yearly cattle purchases.
6. A producer shall be exempt from having to pay Dead Stock Service Levy to the Prince Edward Island Cattle Producers if the producer:
 - a. Shows proof of being a quota holder under the Dairy Farmers of Prince Edward Island Regulations; or
 - b. Has undergone an on-farm audit of the producer's deadstock compost site; has met the provincial requirements for on-farm composting of dead livestock: and has paid to the Prince Edward Island Cattle Producers, the on-farm compost audit fee of \$180.00 plus HST.
7. Every cattle producer shall register with the Board annually by January 31 of each year by completion of the cattle producer registration form set forth as Schedule "1" to this order.
8. Every producer shall pay to the Board Dead Stock Service Levy based on the following categories:
 - a. Every cow-calf producer shall pay to the Board annual Dead Stock Service Levy based on their cattle inventory as determined in accordance with Schedule 1 & 2 to this order.
 - b. Every backgrounder producer, dairy beef producer, feedlot producer and drover shall pay to the Board annual Dead Stock Service Levy based on their annual cattle marketings determined in accordance with Schedule 1 & 2 to this Board Order.
 - c. Every Bob/Veal Calf Producer shall pay to the Board Dead Stock Service Levy based on their average yearly cattle purchases at the rate of \$25.00/hd on the number of animals that represent 10% of their average yearly purchases.
 - d. Any producer who falls into more than one category of producer shall be invoiced based on the combination of the producer's categories.

9. If a cattle producer fails to submit the registration form set forth in Schedule "1" by January 31 of each year, then such producer's inventory or marketings (depending upon the category of such producer) shall be determined by the Board to be the greater of the following, and the Dead Stock Service Levy payable by such producer determined by such calculation:

- a. an amount determined by assuming that the producer's dead stock pickups in the previous year constituted six percent of such producer's inventory or marketings (depending on the category of producer); or
- b. an estimate of such producer's inventory or marketings (depending on the category of producer) estimated by the Board in good faith.
- c. With respect to Bob/Veal Calf Producers, the levy shall be determined by an estimate of the Bob/Veal Calf Producer's average yearly purchases.

10. A producer may undergo an on-farm audit of the producer's deadstock compost site in lieu of paying the Dead Stock Service Levy. Upon completion of the audit, if the producer meets the provincial requirements for on-farm composting of dead livestock, the producer will be considered to be in good standing with the PEICP. Audits must be completed annually at the cost of \$180.00 plus HST. To request an audit, a producer must sign and submit the on-farm composting questionnaire (Appendix 1)

11. Any cow-calf producer, background producer, dairy beef producer, feedlot producer or drover having a mortality rate above six percent of their inventory or marketings, will be assessed an additional High Use levy of \$100 per head for every dead animal picked up by the Dead Stock Service Provider in the previous year in excess of the six percent mortality rate. High Use levies will be invoiced at the same time as the levy set forth in Section 8.

12. Any bob/veal calf producer having a mortality rate above ten percent of their average yearly purchases, will be assessed an additional High Use levy of \$25 per head for every

dead animal picked up by the Dead Stock Service Provider in the previous year in excess of the ten percent mortality rate. High Use levies will be invoiced at the same time as the levy set forth in Section 8.

13. When requested to do so by the Board, every registered producer shall forward to the Board, records to support the information they reported on their registration forms.

14. Remittances of Dead Stock Service Levies are payable to The Prince Edward Island Cattle Producers and are due 30 days after the date invoices are issued in March of each year.

15. Notwithstanding subsection (15), a producer who's Dead Stock Service Levies are greater than \$500 annually may pay such levies in three equal installments on March 31, June 30 and September 30 of each year.

16. Any Dead Stock Service Provider shall be given a list of all producers who's Dead Stock Service Levies are up to date.

a. Any producer whose levy payment installments are outstanding for 60 days shall not be in good standing with Prince Edward Island Cattle Producers.

b. No pick-up service will be available for producers who are not in good standing with the Prince Edward Island Cattle Producers.

c. A producer not in good standing must allow up to seven days for a payment to be processed before the Dead Stock Service Provider will be notified that the producer is in good standing.

d. A list of producers in good standing will be shared with the PEI Department of Agriculture and the PEI Department of Environment and updated periodically.

e. An additional administration fee of 2.5% will be added monthly to any account that is in arrears sixty days or more.

f. Producers who do not pay their Dead Stock Service Levies will not be eligible for programs offered through the Prince Edward Island Cattle Producers.

17. For the purpose of Dead Stock Service Levy remittances, the address of the Board is:

Suite 202, Farm Centre, 420 University Avenue, Charlottetown, PE C1A 7Z5.

18. Prince Edward Island Cattle Producers Order # 2014-01 dated March 1, 2014 is hereby revoked.

19. This order shall come into force on August 8, 2015.

DATED at Charlottetown, Prince Edward Island, this 28th day of July, 2015.

Prince Edward Island Cattle Producers:

Vice-Chair

Schedule (1)**PEI Cattle Producers Membership Registration**

Producers must register annually (see Regulations)

Required Fields*

Farm Name: _____

*First Name: _____ *Last Name: _____

To avoid duplication, please include the names of others commonly associated with your farm, i.e. family members, partners.

First Name: _____ Last Name: _____

First Name: _____ Last Name: _____

*Mailing Address _____

*Civic Address (if different from mailing address) _____

*Village/Town/City: _____ *Postal Code _____

*County: Kings ____, Queens ____, Prince ____

Premise ID # _____

*Phone _____: Cell _____

Fax _____ Email _____

*Have you been a resident of PEI during the past six months? Yes ____ No ____

*Have you bought or sold 1 or more cattle in the past 12 months? Yes ____ No ____

*Are you over the age of 18 years? Yes ____ No ____

*Business Type: Sole Proprietor ____, Partnership ____, Corporation ____

In order to facilitate the collection of deadstock levies from producers to cover the beef sector's share of dead stock removal costs, this next section is mandatory. When filling in this section, please keep in mind the following:

- You are asked to report on your ANNUAL INVENTORY and MARKETINGS for the previous calendar year.
- If you custom feed, you must report ALL INVENTORY and MARKETINGS from your farm, INCLUDING cattle you do not own. It is up to you, whether you pass this cost on to the owners of the custom fed cattle on

your farm.

- The PEICP reserves the right to audit your operation to verify the number of inventory and marketings you have claimed.

- When reporting the number of cattle you have for each category, please note; all fields must contain a number. If you do not have any cattle in a category please insert the number "0".

Cow/Calf Producer Inventory (ave/year)

Bulls: _____

Cows, Breeding Heifers: _____

Calves: _____

Background Producer, Feedlot Producer Marketings (ave/year)

Dairy Beef Operator

Feeders _____

Dairy Beef cattle _____

Finishing cattle _____

Drover Marketings (ave/year)

for all cattle types _____

Total Inventory and Marketings: _____

Bob/Veal Calf Producer Purchases (ave/year)

Total # Bob/Veal Calf Purchases: _____

Number of animals disposed of through the on-farm dead stock removal service last year? _____

- Inventory should include the average number of cattle in each category on your farm in the previous calendar year.

For the purpose of filling in the fields in the table, please refer to the following definitions:

Bull: active breeding bull or culled bull

Bob/Veal Calf: dairy type calves raised for beef

Calves: beef calves

Cows, Breeding Heifers: mature breeding cows, cull cows, bred heifers, un-bred heifers retained or sold for breeding purposes

Dairy Beef Cattle: dairy type cattle raised for beef.

Feeders: youthful steers or heifers raised for the purpose of finishing

Finishing Cattle: cattle being finished for slaughter

By submitting this form, I/We:

- certify that the information given on this application is to the best of my knowledge complete, accurate and true.
- understand the information collected herein will be for the sole use of the PEI Cattle Producers, and more specifically, that inventory and marketing information will be viewed only by staff and will not be shared with anyone else including Directors of the PEI Cattle Producers.

I/we understand that I/we will be in compliance with board regulations on dead stock and in good standing with the PEI Cattle Producers if I/we:

- properly complete and submit the registration form annually, before January 31.
- pay our dead stock fees within 30 days of invoicing

*Signature: _____

*Date: _____

PEI Cattle Producers, 420 University Ave., Charlottetown, PE, C1A 7Z5

Phone (902)368-2229, Fax (902)367-3082

Schedule 2

Table of Deadstock Fees

Cattle #s(Range)	Fee/Category /Farm/Year			Early Reg Discount	Disc/Fee/Categor y/Farm/Year			Eligible Pickups
		HST	Total			HST	Total	
0-10	\$ 100.00	\$ 14.00	\$ 114.00	0%	\$ 100.00	\$ 14.00	\$ 114.00	1
11-50	\$ 180.00	\$ 25.20	\$ 205.20	0%	\$ 180.00	\$ 25.20	\$ 205.20	3
51-100	\$ 360.00	\$ 50.40	\$ 410.40	5%	\$ 342.00	\$ 47.88	\$ 389.88	6
101-200	\$ 720.00	\$100.80	\$ 820.80	10%	\$ 648.00	\$ 90.72	\$ 738.72	12
201-300	\$ 1,080.00	\$151.20	\$1,321.20	15%	\$ 918.00	\$128.52	\$1,046.52	18
301-400	\$ 1,440.00	\$201.60	\$1,641.60	20%	\$ 1,152.00	\$161.28	\$1,313.28	24
401-500	\$ 1,880.00	\$263.50	\$2,148.20	25%	\$ 1,410.00	\$197.40	\$1,607.40	30
501-600	\$ 2,160.00	\$302.40	\$2,462.40	30%	\$ 1,512.00	\$211.68	\$1,723.60	36
601-700	\$ 2,520.00	\$352.80	\$2,872.80	35%	\$ 1,638.00	\$229.32	\$1,867.32	42
701-800	\$ 2,880.00	\$403.20	\$3,283.20	40%	\$ 1,728.00	\$241.92	\$1,969.92	48
801-900	\$ 3,240.00	\$453.60	\$3,693.60	45%	\$ 1,782.00	\$249.48	\$2,031.46	54
901-1000	\$ 3,600.00	\$504.00	\$4,104.00	50%	\$ 1,800.00	\$252.00	\$2,052.08	60

Appendix 1**On-Farm composting of large animals (Beef) questionnaire**

Name: _____ Farm Name: _____

Phone Number: _____ Civic Address: _____

Community: _____ Postal Code: _____

Premise ID Number: _____

What type of beef farm do you operate: cow/calf backgrounder veal production feedlot

How many animals do you have on your farm? _____

How many animals did you lose in the previous year? _____

How big were the animals you lost last year? _____

How do you dispose of deadstock on your farm?

 Use the deadstock pickup removal service If you do not use the deadstock removal service, what is the reason?_____
_____ Subsurface burial Have you received written permission of PEI Department of Environment? Do you follow BMPs for choosing a burial site? Yes No Compost What is your carbon source? _____ The recommended ratio of carbon/deadstock is 25/1. What is the ratio of carbon source to deadstock you use to compost? _____

 Method of composting used?

- Passive (does not require turning of pile)
- Active (requires turning of compost pile)
- How many meters is your compost pile from a well? _____
- How many meters is your compost pile from waterway? _____
- How is surface water diverted away from your compost pile?

- How is leachate contained? _____

- How do you discourage scavengers from your compost pile? _____

- Do you have a compost facility? Yes No

If yes, does your facility have: a roof concrete floor walls

Please refer to the links tab on the peicattleproducers.com website for more information for on farm disposal of deadstock and SRM regulations.

Do you wish to have your compost site inspected by an independent third party to be in good standing with the PEICP?

YES NO I am aware I will not be in good standing with the PEICP if I do not pay my deadstock fees or ensure my composting processes meet provincial guidelines for the disposal of dead farm livestock, made under the authority of Section 3.(1)(c) of the Prince Edward Island Environmental Protection Act and Section 3 of the Public Health Act. The fee for the audit is \$180.00 plus HST. It is payable to the PEI Cattle Producers and is due upon completion. To be in good standing with the PEI Cattle Producers, this audit must be done annually.

Producer's Signature: _____ Date: _____

Office use only:

Audited by: _____

print name

Auditor's signature: _____

Audit Date: _____

- has met requirements of on farm composting of dead livestock
- has not met the requirements of on farm composting of dead livestock

Auditor's Comments:
