

Comprehensive Review of the Allocation and Administration of Tariff Rate Quotas for Dairy, Poultry and Egg Products – Phase II: Policy Options for the Allocation of Supply-Managed TRQs

Dairy

Fluid Milk

Agreement	Option 1	Option 2	Option 3
WTO	100% is deemed filled by cross border shoppers, and is available by way of <i>General Import Permit No. 1 – Dairy Products for Personal Use.</i>	N/A	N/A
CPTPP & CUSMA	85% is allocated to processors on a market-share basis. 15% is allocated to distributors on an equal-share basis.	70% is allocated to processors on a market-share basis. 15% is allocated to further processors on a market-share basis. 15% is allocated to distributors on an equal-share basis.	N/A



Cream

Agreement	Option 1	Option 2	Option 3
WTO	100% is allocated to distributors on a pro-rata basis.	100% is allocated to distributors on an equal-share basis.	N/A
CPTPP & CUSMA	<p>80% is allocated to processors on a market-share basis.</p> <p>10% is allocated to further processors on a market-share basis.</p> <p>10% is allocated to distributors on an equal-share basis.</p>	<p>70% is allocated to processors on a market-share basis.</p> <p>15% is allocated to further processors on a market-share basis.</p> <p>15% is allocated to distributors on an equal-share basis.</p>	N/A



Butter

Agreement	Option 1	Option 2	Option 3
WTO	100% is allocated to the Canadian Dairy Commission.	70% is allocated to processors on a market-share basis. 15% is allocated to further processors on a market-share basis. 15% is allocated to distributors on a market-share basis.	N/A
CPTPP & CUSMA	80% is allocated to processors on a market-share basis. 10% is allocated to further processors on a market-share basis. 10% is allocated to distributors on an equal-share basis.	70% is allocated to processors on a market-share basis. 15% is allocated to further processors on a market-share basis. 15% is allocated to distributors on a equal-share basis.	N/A

*CUSMA butter TRQ also includes cream powder, but given the higher value of butter to cream powder, the Department will allocate this TRQ on assumption that it will be used almost exclusively for butter.

Skim Milk Powder; Milk Powder; and Cream Powder*

Agreement	Option 1	Option 2	Option 3
CPTPP** & CUSMA	<p>80% is allocated to processors on a market-share basis.</p> <p>10% is allocated to further processors on a market-share basis.</p> <p>10% is allocated to distributors on an equal-share basis.</p>	<p>70% is allocated to processors on a market-share basis.</p> <p>15% is allocated to further processors on a market-share basis.</p> <p>15% is allocated to distributors on an equal-share basis.</p>	N/A

* These options apply to the separate TRQs for these products that are established under CPTPP and CUSMA (five TRQs in total).

** CPTPP includes a discrete TRQ for cream powder. See footnote on the butter TRQ for discussion on cream powder in CUSMA.

Buttermilk Powder

Agreement	Option 1	Option 2	Option 3
WTO	100% is allocated to historical allocation holders.	100% is allocated to distributors on an equal-share basis.	N/A
CPTPP & CUSMA	<p>80% is allocated to processors on a market-share basis.</p> <p>10% is allocated to further processors on a market-share basis.</p> <p>10% is allocated to distributors on an equal-share basis.</p>	<p>70% is allocated to processors on a market-share basis.</p> <p>15% is allocated to further processors on a market-share basis.</p> <p>15% is allocated to distributors on an equal-share basis.</p>	N/A



Whey Powder

Agreement	Option 1	Option 2	Option 3
WTO	100% is allocated to processors and further processors on a pro-rata basis.	100% is allocated on-demand to any registered client of the Department's Export and Import Control System.	N/A
CPTPP & CUSMA	<p>80% is allocated to processors on a market-share basis.</p> <p>10% is allocated to further processors on a market-share basis.</p> <p>10% is allocated to distributors on an equal-share basis.</p>	<p>70% is allocated to processors on a market-share basis.</p> <p>15% is allocated to further processors on a market-share basis.</p> <p>15% is allocated to distributors on an equal-share basis.</p>	100% is allocated on-demand to any registered client of the Department's Export and Import Control System.



Concentrated Milk

Agreement	Option 1	Option 2	Option 3
WTO	100% is allocated to historical allocation holders.	100% is allocated to distributors on an equal-share basis.	N/A
CPTPP & CUSMA	85% is allocated to processors on a market-share basis. 15% is allocated to distributors on an equal-share basis.	75% is allocated to processors on a market-share basis. 25% is allocated to distributors on an equal-share basis.	N/A

Yogurt

Agreement	Option 1	Option 2	Option 3
WTO	100% is allocated to distributors on an equal-share basis.	TRQ is allocated first to historical allocation holders, and second to distributors on an equal-share basis.	N/A

Yogurt and Buttermilk

Agreement	Option 1	Option 2	Option 3
CPTPP & CUSMA	<p>80% is allocated to processors on a market-share basis.</p> <p>10% is allocated to further processors on a market-share basis.</p> <p>10% is allocated to distributors on an equal-share basis.</p>	<p>85% is allocated to processors on a market-share basis.</p> <p>15% is allocated to distributors on an equal-share basis.</p>	<p>70% is allocated to processors on a market-share basis.</p> <p>15% is allocated to further processors on a market-share basis.</p> <p>15% is allocated to distributors on an equal-share basis.</p>



Products of Natural Milk Constituents

Agreement	Option 1	Option 2	Option 3
WTO	100% is allocated to processors and further processors either on an equal-share basis, or if the amount requested by any applicant is less than the pure equal-share amount, they will receive the lesser amount requested and the surplus is redistributed on an equal-share basis.	80% is allocated to processors on a market-share basis. 10% is allocated to further processors on a market-share basis. 10% is allocated to distributors on an equal-share basis.	70% is allocated to processors on a market-share basis. 20% is allocated to further processors on a market-share basis. 10% is allocated to distributors on an equal-share basis.
CPTPP & CUSMA	80% is allocated to processors on a market-share basis. 10% is allocated to further processors on a market-share basis. 10% is allocated to distributors on an equal-share basis.	70% is allocated to processors on a market-share basis. 20% is allocated to further processors on a market-share basis. 10% is allocated to distributors on an equal-share basis.	N/A

Cheese of All Types

Agreement	Option 1	Option 2	Option 3
WTO	100% is allocated to historical allocation holders.	60% is allocated to processors on a market-share basis. 35% is allocated to distributors on a market-share basis. 5% is allocated to retailers on a market-share basis.	60% is allocated to processors on a market-share basis. 40% is allocated to distributors on a market-share basis.
CPTPP* & CUSMA	85% is allocated to processors on a market-share basis. 15% is allocated to distributors on an equal-share basis.	75% is allocated to processors on a market-share basis. 25% is allocated to distributors on an equal-share basis.	N/A
CETA	50% is allocated to processors on a market-share basis. 50% is allocated to distributors and retailers on a market-share basis.	50% is allocated to processors on a market-share basis. 50% is allocated to distributors on a market-share basis.	N/A

*For CPTPP, these options cover the overlapping TRQs for Cheese of All Types and Mozzarella and Prepared Cheese.

Industrial Cheese

Agreement	Option 1	Option 2	Option 3
CETA	100% is allocated to further processors on a market-share basis.	50% is allocated to processors on a market-share basis. 50% is allocated to further processors on a market-share basis.	100% is allocated on-demand to any registered client of the Department's Export and Import Control System.
CPTPP & CUSMA	80% is allocated to processors on a market-share basis. 20% is allocated to further processors on a market-share basis.	50% is allocated to processors on a market-share basis. 50% is allocated to further processors on a market-share basis.	100% is allocated on-demand to any registered client of the Department's Export and Import Control System.



Ice Cream and Ice Cream Mixes

Agreement	Option 1	Option 2	Option 3
WTO	TRQ is allocated first to historical allocation holders, and second to distributors on an equal-share basis.	100% is allocated to distributors on an equal-share basis.	N/A
CPTPP & CUSMA	80% is allocated to processors on a market-share basis. 10% is allocated to further processors on a market-share basis. 10% is allocated to distributors on an equal-share basis.	60% is allocated to processors on a market-share basis. 10% is allocated to further processors on a market-share basis. 30% is allocated to distributors on an equal-share basis.	N/A

Milk Protein Substances

Agreement	Option 1	Option 2	Option 3
WTO	100% is allocated on-demand to any registered client of the Department's Export and Import Control System.	N/A	N/A

Other Dairy

Agreement	Option 1	Option 2	Option 3
WTO	100% is allocated on a first-come, first-served basis to all registered users of the Department's Export and Import Control System.	<p>70% is allocated to processors on a market-share basis.</p> <p>15% is allocated to further processors on a market-share basis.</p> <p>15% is allocated to distributors on an equal-share basis.</p>	N/A
CPTPP & CUSMA	<p>80% is allocated to processors on a market-share basis.</p> <p>10% is allocated to further processors on a market-share basis.</p> <p>10% is allocated to distributors on an equal-share basis.</p>	<p>70% is allocated to processors on a market-share basis.</p> <p>15% is allocated to further processors on a market-share basis.</p> <p>15% is allocated to distributors on an equal-share basis.</p>	N/A



Poultry

Chicken

Agreement	Option 1	Option 2	Option 3
WTO & CPTPP & CUSMA	<p>60% is allocated to processors and further processors on a market-share basis.</p> <p>35% is allocated to distributors on an equal-share basis.</p> <p>5% is allocated to food service operators on an equal-share basis.</p>	<p>60% is allocated to processors and further processors on a market-share basis.</p> <p>25% is allocated to distributors on an equal-share basis.</p> <p>15% is allocated to Non-ICL processors on basis of pro-rata demand.</p>	<p>40% is allocated to processors and further processors on a market-share basis.</p> <p>13% is allocated to distributors on an equal-share basis.</p> <p>43% is allocated to Non-ICL processors on basis of pro-rata demand.</p> <p>4% is allocated to food service operators on an equal-share basis.</p>
	Option 4	Option 5 (CPTPP only)	Option 6 (WTO only)
	<p>75% is allocated to processors and further processors on a market-share basis.</p> <p>25% is allocated to distributors on an equal-share basis.</p>	<p>85% is allocated to processors and further processors on a market-share basis.</p> <p>10% is allocated to distributors on an equal-share basis.</p> <p>5% is allocated to food service on an equal-share basis.</p>	<p>A portion of the TRQ is allocated to historical allocation holders.* Of what remains:</p> <p>60% is allocated to processors and further processors on a market-share basis</p>

			<p>20% is allocated to distributors on an equal-share basis.</p> <p>15% is allocated to Non-ICL processors on basis of pro-rata demand.</p> <p>5% is allocated to food service on an equal-share basis.</p>
<p><i>*Volume to be transitioned to the corresponding industry category over five years at a reduction of 25% per year, not able to transfer any portion of their allocation.</i></p>			

Turkey

Agreement	Option 1	Option 2	Option 3
WTO & CPTPP	<p>85% is allocated to processors and further processors on a market-share basis.</p> <p>15% is allocated to distributors on an equal-share basis.</p>	<p>70% is allocated to processors on a market-share basis.</p> <p>15% is allocated to further processors on a market-share basis.</p> <p>15% is allocated to distributors on an equal-share basis.</p>	<p>A portion of the TRQ is allocated to historical allocation holders in their fixed amounts.</p> <p>The remainder is allocated to Non-ICL processors on basis of pro-rata demand</p>



Eggs

Broiler Hatching Eggs and Chicks

Agreement	Option 1	Option 2	Option 3
WTO & CPTPP	100% is allocated to hatcheries on a market-share basis.	100% is allocated to hatcheries on an equal-share basis.	N/A

Eggs

Agreement	Option 1	Option 2	Option 3
WTO	<p>TRQ is subdivided by product category, and TRQ is allocated first to historical allocation holders.</p> <p>Afterwards, remaining TRQ is allocated per category:</p> <p>Shell eggs are allocated to federally-registered egg stations on a market-share basis;</p> <p>Egg products are allocated to processors, wholesalers or distributors that are active in the Canadian egg</p>	<p>TRQ is subdivided by product category.</p> <p>Shell eggs are allocated to federally-registered egg stations on a market-share basis.</p> <p>Egg products are allocated to processors, wholesalers or distributors that are active in the Canadian egg products industry, on a market-share basis.</p> <p>Egg powder is allocated to federally-registered</p>	N/A



	<p>products industry, on a market-share basis;</p> <p>Egg powder is allocated to federally-registered processed egg stations; and further processors that use egg powder in manufacturing and production formulas, on an equal-share basis.</p> <p>Eggs for breaking purposes are allocated to registered processed egg stations on a market-share basis.</p>	<p>processed egg stations; and further processors that use egg powder in manufacturing and production formulas, on an equal-share basis.</p> <p>Eggs for breaking purposes are allocated to registered processed egg stations on a market-share basis.</p>	
CPTPP & CUSMA	<p>TRQ is allocated in priority for the importation of eggs for breaking purposes to egg breakers.</p> <p>Any remaining quantities are allocated to egg graders on a market-share basis.</p>	<p>TRQ is allocated in priority for the importation of eggs for breaking purposes to egg breakers.</p> <p>Any remaining quantities are allocated to egg graders on an equal-share basis.</p>	

