

Facts

According to the OECD, Canadian consumers had to pay \$3.6 billion more every year between 2011 and 2015 for all products under supply management.

A study done by University of Manitoba economists showed that the system imposes a financial burden of \$339 annually on the poorest 20% of Canadian households, which is the equivalent of a 2.3% tax on their incomes.

The “market” value of quotas was estimated at \$35 billion in 2016. But that's not what it would cost the government to buy them back if it decided to abolish the system. The accounting value of quotas after depreciation would form the basis for compensation. Farmers who bought them recently would be reimbursed close to the market value, while those who bought them at lower prices years ago would get less, and those who got them for free would get nothing. The Conference Board of Canada estimated such a buy-out would cost between \$3.6 billion and \$4.7 billion in total.

Our Plan

The supply management system is inefficient and fundamentally unfair to consumers, farmers, and other sectors of our economy.

A People's Party government will:

- Create a **free**, open, and **fair** system that will save Canadians billions of dollars annually thanks to the lower prices they will pay for these products.
- Phase out the supply management system over a number of years to allow farmers to adapt, and compensate them for the lost value of their quotas.
- Allow Canada's dairy, egg and poultry farmers to thrive and sell their products internationally.