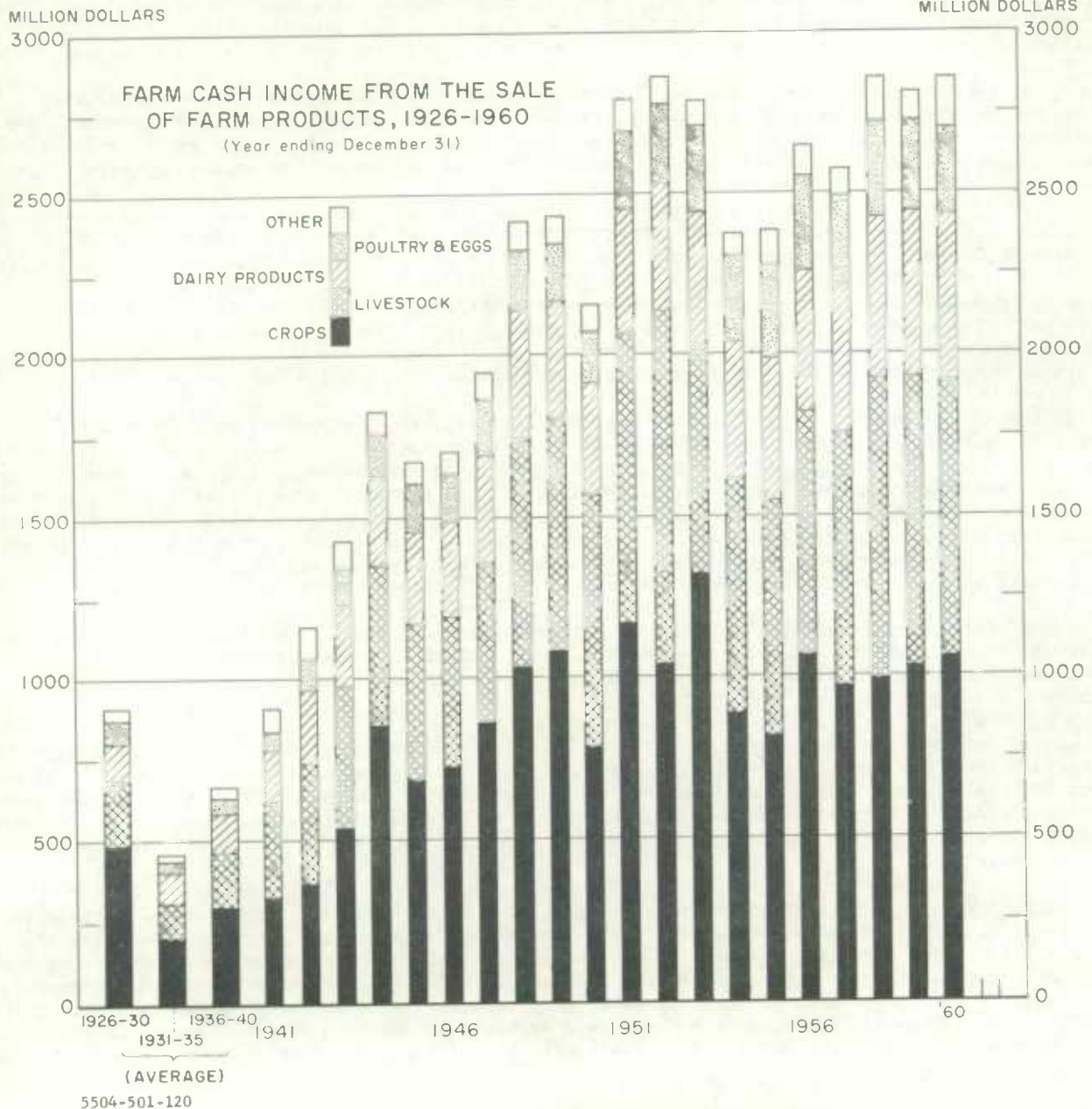


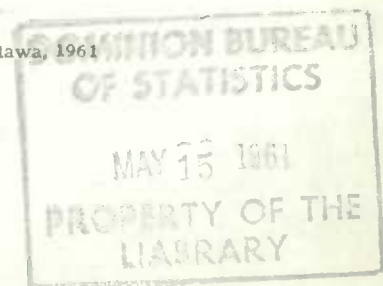


FARM CASH INCOME, 1960



Prepared in Farm Finance Section, AGRICULTURE DIVISION

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CASH INCOME FROM THE SALE OF FARM PRODUCTS, 1960⁽¹⁾

This report presents the regular annual preliminary estimate of cash income from the sale of farm products for the year 1960. As a result of more up-to-date information becoming available in recent weeks, this estimate for 1960 differs slightly from the advance preliminary report published in January. In addition to the 1960 estimates, this report contains revised figures for 1958 and 1959⁽²⁾ and the commodity detail for each of the three years.

The present estimate indicates that during the year 1960 Canadian farmers received 2,783.0 million dollars from the sale of farm products, participation payments on previous years' grain crops, net cash advances on farm-stored grains, and deficiency payments made under the present farm prices support program. This is only fractionally below the advance preliminary estimate for 1960 of 2,783.8 million dollars, and less than one per cent below the revised figure of 2,789.3 million for 1959.

On a commodity basis, the more important reductions in farm cash income during 1960, relative to 1959, were recorded for barley, flaxseed and hogs. On the other hand the more important gains were realized from the sale of wheat, potatoes, fruits, vegetables, tobacco, cattle and dairy products, and from a substantial increase in cash advances on farm-stored grains in western Canada.

In addition to the above cash returns, farmers in the Prairie Provinces also received in 1960 about 77 million dollars paid out under the provisions of the Prairie Farm Assistance Act, the Western Grain Producers' Acreage Payment Plan and the Federal-Provincial Emergency Unthreshed Grain Assistance Policy. This is in contrast to a year earlier when farmers received approximately 22 million dollars, most of which was received under the provisions of the Prairie Farm Assistance Act. When these payments are added to the cash returns from sales, cash advances on farm-stored grains, and participation and deficiency payments, total cash returns to farmers from their farming operations amounted to 2,860.2 million dollars as compared with 2,811.4 million dollars in 1959.

Field Crops - Farmers' cash returns from the sale of field crops, estimated at 1,056.4 million dollars for 1960, were slightly more than three per cent above the revised estimate of 1,023.5 million dollars for 1959. Contributing most to this gain was higher income for the sale of wheat, potatoes, vegetables, fruits, tobacco and a substantial increase in cash advances on farm-stored grains in western Canada. A somewhat smaller contribution was made by oats. In the case of wheat and oats, higher marketings more than offset slightly lower average prices. Higher income from the sale of potatoes resulted from increased marketings and a substantial gain in average prices. A record crop of tobacco in Ontario was reflected in the higher returns to farmers from this crop.

Partially offsetting the increase in income from the above commodities was a significant drop in returns from the sale of barley resulting entirely from reduced marketings. More moderate declines were noted for flaxseed, and rye as well as for the participation payments made by the Canadian Wheat Board.

Returns from field crops were higher in all provinces except Nova Scotia, Manitoba and Alberta. These increases ranged all the way from just over one per cent in Saskatchewan to 22 per cent in Prince Edward Island and 35 per cent in New Brunswick. The substantial gains in the two Maritime provinces were attributable for the most part to increased returns from potatoes. Provincial reductions in income from field crops varied from about two per cent in Manitoba to nearly five per cent in Nova Scotia.

Livestock and Livestock Products - Estimated at 1,681.5 million dollars, farmers' income from the sale of livestock and livestock products during 1960 was about two and a half per cent below the 1959 level of 1,726.5 million dollars. The decline was due entirely to reduced returns from the sale of hogs, poultry and eggs. In the case of hogs, the average price for the year 1960 was virtually unchanged from that of the previous year, but marketings were down substantially. Egg prices averaged slightly higher in 1960 than in 1959, but marketings were smaller. Production of poultry meat in 1960 declined more than enough to offset fractionally higher prices for fowl and chickens and substantially higher prices for turkeys.

(1) Excludes Newfoundland.

(2) These revised estimates were included in the advance preliminary report on Farm Net Income, published early in March.

Returns from cattle and calves in 1960 were estimated at 561.4 million dollars, nearly 10 million dollars more than in 1959; although average prices were below the 1959 levels, marketings were up. Prices of dairy products were down slightly, but production was up sufficiently to provide a total cash income from this item of 518.9 million dollars as against 514.2 million for 1959.

Farmers' returns from the sale of livestock and livestock products were down in all provinces except Nova Scotia and Alberta. In Alberta returns were practically unchanged whereas in Nova Scotia they increased by just over two per cent. The declines recorded for the remaining provinces ranged all the way from less than one per cent in British Columbia to nearly 13 per cent in Saskatchewan.

The estimates contained herein are based on reports of marketings and prices received by farmers for principal farm products and are subject to revision as more complete data become available. The estimates include the amounts paid by the Canadian Wheat Board in the form of participation payments. They also include deficiency payments made under the present farm prices support program and net cash advances on farm-stored grains. Payments made under the provisions of the Prairie Farm Assistance Act, the Western Grain Producers' Acreage Payment Plan and the Federal-Provincial Emergency Unthreshed Grain Assistance Policy are not included with cash income from the sale of farm products but are included in total cash income in the year in which payments were made, being classified as "Supplementary Payments".

In Table I overleaf is summarized the preliminary estimate of cash income from the sale of farm products, by quarters and by provinces, for the calendar year 1960 and revised estimates for 1958 and 1959. Tables 2, 3 and 4 present farm cash income by commodity sources for each province, except Newfoundland, for each of the three years and also supplementary payments. No information is available for Newfoundland.

TABLE 1. Farm Cash Income from the Sale of Farm Products, by Quarters, 1958-60⁽¹⁾

	January - March	April - June	July - September	October - December	Year
thousand dollars					
1960 (preliminary)					
Prince Edward Island	7,373	9,116	5,292	7,439	29,220
Nova Scotia	8,708	10,216	11,882	12,370	43,176
New Brunswick	11,149	12,742	9,932	13,774	47,597
Quebec	77,883	109,825	118,662	108,186	414,556
Ontario	229,442	189,842	232,781	225,004	877,069
Manitoba	40,610	56,761	62,918	62,782	223,071
Saskatchewan	91,657	150,402	163,819	140,300	546,178
Alberta	107,066	113,106	124,912	129,786	474,870
British Columbia	24,262	25,923	33,391	43,640	127,216
Canada ⁽²⁾	598,150	677,933	763,589	743,281	2,782,953
1959 (revised)					
Prince Edward Island	5,771	8,441	5,989	8,108	28,309
Nova Scotia	9,117	9,802	12,070	11,629	42,618
New Brunswick	8,934	10,803	10,496	13,611	43,844
Quebec	77,821	108,529	124,974	108,613	419,937
Ontario	226,853	186,845	228,781	214,793	857,272
Manitoba	45,301	56,647	65,838	62,434	230,220
Saskatchewan	116,816	152,500	143,886	150,671	563,873
Alberta	119,831	124,475	113,556	122,156	480,018
British Columbia	25,271	24,808	32,629	40,549	123,257
Canada ⁽²⁾	635,715	682,850	738,219	732,564	2,789,348
1958 (revised)					
Prince Edward Island	7,139	7,567	5,535	7,532	27,773
Nova Scotia	9,237	8,985	10,734	12,782	41,738
New Brunswick	11,582	11,162	9,654	13,305	45,703
Quebec	75,199	111,300	120,766	113,724	420,989
Ontario	212,745	183,112	230,485	228,465	854,807
Manitoba	42,795	57,409	56,188	66,752	223,144
Saskatchewan	113,063	158,733	140,389	161,469	573,654
Alberta	115,878	108,910	119,525	140,068	484,381
British Columbia	24,932	24,284	32,267	40,943,	122,426
Canada ⁽²⁾	612,570	671,462	725,543	785,040	2,794,615

(1) Excludes supplementary payments.

(2) Excludes Newfoundland.

TABLE 2. Preliminary Estimate of Farm Cash Income from the Sale of Farm Products, by Provinces⁽¹⁾, 1960

	Prince Edward Island	Nova Scotia	New Brunswick	Quebec	Ontario	Manitoba	Saskat- chewan	Alberta	British Columbia	Canada
	thousand dollars									
Wheat	-	-	-	-	15,284	56,427	268,612	101,333	1,356	443,012
Wheat, C.W.B. payments ⁽²⁾	-	-	-	-	-	8,529	43,633	18,478	-	70,640
Oats	377	48	465	2,567	4,166	5,214	5,754	5,456	171	24,218
Oats, C.W.B. payments ⁽²⁾	-	-	-	-	-	1,164	1,249	740	-	3,153
Barley	-	-	-	30	536	14,137	25,774	28,397	701	69,575
Barley, C.W.B. payments ⁽²⁾	-	-	-	-	-	971	2,191	2,173	-	5,335
C.W.B. net cash advance payments ⁽²⁾	-	-	-	-	-	2,223	15,067	3,750	-	21,040
Rye	-	-	-	-	273	1,012	2,238	889	-	4,412
Flaxseed	-	-	-	-	259	12,732	16,872	12,601	117	42,581
Potatoes	11,778	822	13,132	8,171	18,672	721	361	1,771	3,461	58,889
Fruits	388	2,325	1,165	5,958	24,300	-	-	-	16,667	50,803
Vegetables ⁽³⁾	237	1,163	665	12,701	49,766	1,018	404	969	7,380	74,303
Tobacco	-	-	-	4,722	92,902	-	-	-	15	97,639
Other crops	864	670	978	9,517	42,824	5,850	6,539	14,769	8,795	90,806
Total crops	13,644	5,028	16,405	43,666	248,982	109,998	388,694	191,326	38,663	1,056,406
Cattle and calves	4,403	6,721	5,371	61,514	197,695	40,884	81,877	143,671	19,277	561,413
Hogs	3,198	3,212	3,283	59,392	110,921	18,256	23,405	63,210	2,625	287,502
Sheep and lambs	170	390	376	1,651	2,964	467	952	3,601	684	11,255
Dairy products	4,869	12,385	11,976	172,695	184,519	26,703	30,117	39,842	35,781	518,887
Poultry	663	3,962	1,843	30,864	53,848	10,411	8,244	12,991	11,624	134,450
Eggs	1,613	7,914	2,871	19,595	64,639	9,196	7,676	11,248	12,732	137,484
Other livestock and products	119	454	191	1,776	6,046	5,909	4,788	6,886	4,386	30,555
Total livestock and products	15,035	35,038	25,911	347,487	620,632	111,826	157,059	281,449	87,109	1,681,546
Forest and maple products	494	3,085	5,272	23,119	5,759	395	330	427	1,350	40,231
Deficiency payments: ⁽⁴⁾										
Eggs	47	25	9	208	1,164	226	95	195	94	2,063
Sugar beets	-	-	-	76	532	626	-	1,473	-	2,707
Cash Income from Farm Products	29,220	43,176	47,597	414,556	877,069	223,071	546,178	474,870	127,216	2,782,953
Supplementary payments ⁽⁵⁾	-	-	-	-	-	9,724	42,181	25,010	289	77,204
Total Cash Income	29,220	43,176	47,597	414,556	877,069	232,795	588,359	499,880	127,505	2,860,157

(1) Excludes Newfoundland. (2) C.W.B. = Canadian Wheat Board. (3) Estimates of income from the sale of vegetables in all provinces except Ontario and British Columbia for the years 1957 to 1960 inclusive will not be strictly comparable with earlier years because of a change in methods of estimation. Comparability will be restored as soon as it is possible to rework the earlier estimates on the basis of the new method. (4) Payments made directly to producers or indirectly to producers through marketing boards or producer associations under the Agricultural Stabilization Act and not included above with estimate of income from farm marketings. (5) Payments made under the provisions of the Prairie Farm Assistance Act, Western Grain Producers' Acreage Payment Plan and Federal-Provincial Emergency Unthreshed Grain Assistance Policy.

TABLE 3. Revised Estimate of Farm Cash Income from the Sale of Farm Products, by Provinces⁽¹⁾, 1959

	Prince Edward Island	Nova Scotia	New Brunswick	Quebec	Ontario	Manitoba	Saskat- chewan	Alberta	British Columbia	Canada
thousand dollars										
Wheat	-	-	-	-	9,844	60,441	259,318	104,422	1,235	435,260
Wheat, C.W.B. payments ⁽²⁾	-	-	-	-	-	6,988	48,136	17,538	-	72,662
Oats	346	51	476	2,254	4,373	5,854	5,811	3,596	126	22,887
Oats, C.W.B. payments ⁽²⁾	-	-	-	-	-	694	824	554	-	2,072
Barley	-	-	-	33	563	17,744	33,839	33,885	769	86,833
Barley, C.W.B. payments ⁽²⁾	-	-	-	-	-	980	2,678	2,463	-	6,121
C.W.B. net cash advance payments ⁽²⁾	-	-	-	-	-	350	1,330	792	-	2,472
Rye	-	-	-	-	220	1,153	2,476	1,326	-	5,175
Flaxseed	-	-	-	-	237	11,113	21,454	16,706	161	49,671
Potatoes	9,484	909	8,932	7,033	12,152	569	281	1,673	2,810	43,843
Fruits	221	2,377	1,130	6,924	18,887	-	-	-	13,574	43,113
Vegetables ⁽³⁾	261	1,287	732	12,809	44,742	1,016	401	964	7,155	69,367
Tobacco	-	-	-	3,255	86,660	-	-	-	12	89,927
Other crops	834	658	892	9,416	45,983	5,470	7,145	15,022	8,656	94,076
Total crops	11,146	5,282	12,162	41,724	223,661	112,372	383,693	198,941	34,498	1,023,479
Cattle and calves	5,242	7,274	5,807	62,486	183,881	40,484	93,198	132,529	20,830	551,731
Hogs	3,826	2,641	3,152	70,064	127,798	23,353	33,033	78,173	2,994	345,034
Sheep and lambs	176	426	369	1,772	2,983	452	891	2,908	649	10,626
Dairy products	5,195	12,545	12,082	170,250	185,053	26,397	29,827	37,578	35,281	514,208
Poultry	654	3,340	1,813	27,676	57,632	12,205	10,046	12,775	11,660	137,801
Eggs	1,451	7,567	2,908	21,708	64,585	9,526	8,291	10,943	12,803	139,782
Other livestock and products	124	442	286	1,850	6,133	5,035	4,564	5,742	3,189	27,365
Total livestock and products	16,668	34,235	26,417	355,806	628,065	117,452	179,850	280,648	87,406	1,726,547
Forest and maple products	495	3,101	5,265	22,407	5,546	396	330	429	1,353	39,322
Cash Income from Farm Products	28,309	42,618	43,844	419,937	857,272	230,220	563,873	480,018	123,257	2,789,348
Supplementary payments ⁽⁴⁾	-	-	-	-	-	1,719	13,104	7,128	136	22,087
Total Cash Income	28,309	42,618	43,844	419,937	857,272	231,939	576,977	487,146	123,393	2,811,435

(1) Excludes Newfoundland. (2) C.W.B. = Canadian Wheat Board. (3) Estimates of income from the sale of vegetables in all provinces except Ontario and British Columbia for the years 1957 to 1960 inclusive will not be strictly comparable with earlier years because of a change in methods of estimation. Comparability will be restored as soon as it is possible to rework the earlier estimates on the basis of the new method. (4) Payments made under the provisions of the Prairie Farm Assistance Act and Western Grain Producers' Acreage Payment Plan.

TABLE 4. Revised Estimate of Farm Cash Income from the Sale of Farm Products, by Provinces⁽¹⁾, 1958

	Prince Edward Island	Nova Scotia	New Brunswick	Quebec	Ontario	Manitoba	Saskat- chewan	Alberta	British Columbia	Canada
thousand dollars										
Wheat	-	-	-	-	15,671	52,282	272,808	95,165	1,127	437,053
Wheat, C.W.B. payments ⁽²⁾	-	-	-	-	-	6,077	40,226	17,955	-	64,258
Oats	303	55	509	2,338	3,962	7,649	8,022	5,797	152	28,787
Barley	-	-	-	36	543	14,725	33,247	30,756	690	79,997
Barley, C.W.B. payments ⁽²⁾	-	-	-	-	-	1,431	3,380	2,759	-	7,570
C.W.B. net cash advance payments ⁽²⁾	-	-	-	-	-	789	-4,524	335	-	-3,400
Rye	-	-	-	-	327	783	2,741	1,705	-	5,556
Flaxseed	-	-	-	-	326	7,952	17,974	9,830	97	36,179
Potatoes	8,697	824	9,055	7,115	10,623	703	269	1,807	2,974	42,067
Fruits	303	1,866	1,026	6,475	21,167	-	-	-	13,841	44,678
Vegetables ⁽³⁾	309	1,212	693	13,063	45,225	978	389	932	7,589	70,390
Tobacco	-	-	-	2,854	80,778	-	-	-	18	83,650
Other crops	821	617	984	9,639	48,406	5,922	6,771	18,648	8,951	100,759
Total crops	10,433	4,574	12,267	41,520	227,028	99,291	381,303	185,689	35,439	997,544
Cattle and calves	5,291	6,568	6,119	66,194	190,974	47,127	102,708	149,720	20,612	595,313
Hogs	3,849	2,064	3,181	65,436	115,944	20,542	33,861	77,794	2,423	325,094
Sheep and lambs	186	440	370	2,003	3,026	488	950	2,729	487	10,679
Dairy products	4,912	12,084	12,102	167,060	171,442	26,671	29,188	37,073	35,033	495,565
Poultry	822	4,084	2,592	32,264	62,750	12,763	11,251	12,478	10,421	149,425
Eggs	1,603	7,949	3,016	21,440	70,516	10,512	9,366	12,001	12,683	149,086
Other livestock and products	132	559	227	2,096	6,704	5,314	4,663	6,424	3,837	29,956
Total livestock and products	16,795	33,748	27,607	356,493	621,356	123,417	191,987	298,219	85,496	1,755,118
Forest and maple products	545	3,416	5,829	22,976	6,423	436	364	473	1,491	41,953
Cash Income from Farm Products	27,773	41,738	45,703	420,989	854,807	223,144	573,654	484,381	122,426	2,794,615
Supplementary payments ⁽⁴⁾	-	-	-	-	-	8,650	31,710	19,394	374	60,128
Total Cash Income	27,773	41,738	45,703	420,989	854,807	231,794	605,364	503,775	122,800	2,854,743

(1) Excludes Newfoundland. (2) C.W.B. = Canadian Wheat Board. (3) Estimates of income from the sale of vegetables in all provinces except Ontario and British Columbia for the years 1957 to 1960 inclusive will not be strictly comparable with earlier years because of a change in methods of estimation. Comparability will be restored as soon as it is possible to rework the earlier estimates on the basis of the new method. (4) Payments made under the provisions of the Prairie Farm Assistance Act and Western Grain Producers' Acreage Payment Plan.

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