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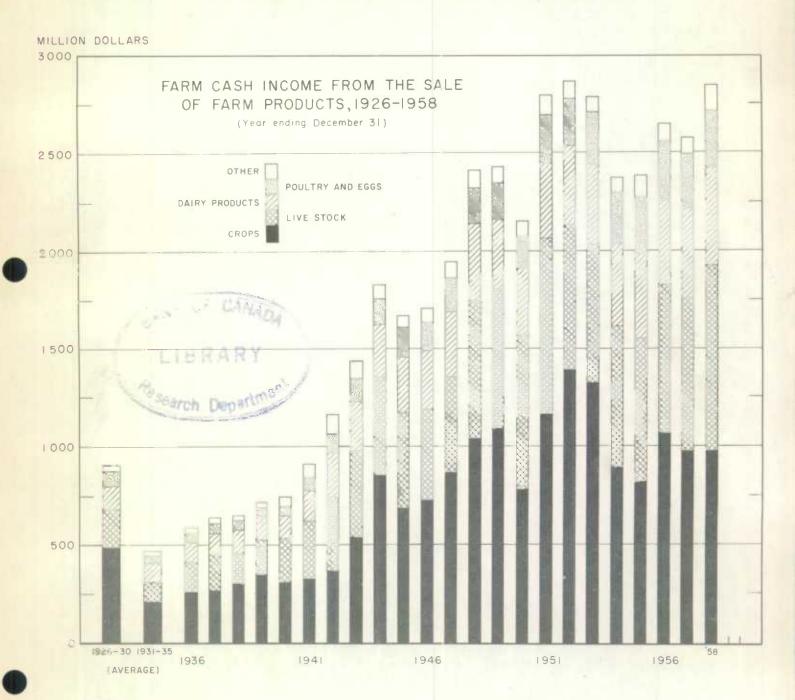
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FARM CASH INCOME, 1958



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CASH INCOME FROM THE SALE OF FARM PRODUCTS, $1958\frac{1}{2}$

Returns to farmers from the sale of farm products, coupled with participation payments from previous years' grain crops, were estimated at a near record high of 2.8 billion dollars for 1958. This estimate exceeded that of 1957 by 8 per cent and was only slightly lower than the 1952 estimate of 2.9 billion dollars, the highest estimate recorded to date. The increase in cash farm income in 1958 compared with a year earlier can be attributed, in the main, to larger returns from the sale of livestock and animal products. Returns from the sale of field crops were virtually the same as in 1957.

Farm cash income in 1958 was higher in each of the nine provinces than a year earlier. In Eastern Canada field crops and livestock and animal products' receipts contributed to the increase, whereas in Western Canada the increase was due to higher returns from sales of livestock and animal products. Total returns from the sale of field crops were lower for each of the three Prairie Provinces and for British Columbia than in 1957. The decline in income from field crops in the West, however, was offset by higher returns in Eastern Canada.

Field Crops - Returns from the sale of wheat were estimated at 427 million dollars for 1958, up almost 50 million from a year earlier. Larger farm marketings, resulting from higher exports, was the principal factor affecting receipts in 1958 compared with the previous year; average farm prices were also higher and can be attributed to quality since the initial payments to wheat growers for specific grades in 1958 were the same as that in 1957. Returns from the sale of barley and rye were also slightly above the 1957 level as a result of larger marketings; farm prices for these two crops were virtually the same during 1957 and 1958.

The effects of the higher returns from wheat, rye and barley were effect by lower returns from flax, oats and Canadian Wheat Board Participation payments. Reduced farm marketings in 1958 were responsible for the smaller returns from the sale of flax and oats, compared with 1957. Relatively high farm flax marketings in 1957 followed the record 1956-57 flax crop; smaller flax marketings in 1958 followed the smaller 1957-58 flax crop.

In Eastern Canada, higher returns from field crops can be attributed in the main to potatoes, tobacco and sugar beets. Potato growers in Prince Edward Island and New Brunswick received about one-fifth more for their potato crops in 1958 than in 1957. In Ontario the higher returns from field crops accrued largely to tobacco and sugar beet growers.

Livestock and Animal Products - Estimated at 1.7 billion dollars for 1958, receipts from the sale of livestock and animal products reached a record high and were 14 per cent higher than for 1957. This estimate was higher in each of the nine provinces included in the national farm accounts and can be attributed in the main to larger returns from sales of cattle and calves.

For the country as a whole, cash farm income derived from the sale of cattle and calves in 1958 was about one-quarter larger than in 1957. This increase can be attributed to the combined effects of higher prices and larger marketings.

Hog growers throughout Canada received more cash from the sale of hogs in 1958 than in 1957; larger marketings effect the effects of lower prices. Estimated

at 325 million dollars, the 1958 estimate was about 11 per cent higher than the estimate of 292 million for 1957 and was only exceeded in 1951 and 1952.

Sales of dairy products brought an estimated 495 million dollars to farmers in Canada in 1958; almost 8 per cent more than the 1957 estimate. The 1958 estimate was a record high and can be attributed to the combined effects of both larger marketings and a slight increase in average farm prices for milk, compared with 1957.

Supplementary Payments - Following the 1957 drought in the Prairie Provinces, payments of about 20 million dollars were made under the Prairie Farm Assistance Act early in 1958. Supplementary payments to Prairie farmers were augmented in 1958 by about 40 million dollars from the Western Grain Froducers Acreage Payment, P.C. 1958 - 1442.

CASH ADVANCES IN FARM INCOME ESTIMATES

Advance payments to western grain growers on farm-stored grain have had to be included in farm cash income estimates in such a way that duplication would be avoided. Statistics available for estimates of income received from the sales of grains in western Canada include total deliveries and total price received regardless of whether or not advance payments have been made on any of it. To add together gross returns from deliveries and gross advance payments would in effect result in cash income estimates which included some grains on which a partial double payment had been made. For example - suppose a farmer delivers a bushel of wheat on which he has received an advance of 50 cents per bushel and at time of delivery is paid \$1.00 by the country elevator part of which must be used to repay the advance. To include both amounts without adjustment would mean that cash income estimates would be too high by the amount of the advance, or 50 cents. At the same time, however, it is necessary to include in cash income those advances made on grains which are still on farms.

To accomplish this farm cash income estimates should include gross returns from deliveries less repayments to the advance payments fund plus advances on grain still held in storage on farms. In presenting this in the farm cash income publication the entries can be reduced to gross returns from deliveries plus net advance on farm stored grains.

As long as the net advances are positive quantities little confusion is likely to arise. However, the time will come when repayments to the fund during certain accounting periods will exceed advances from the fund with the result net advances will in effect be minus quantities. Conceptually the inclusion of minus entries for net advances is quite correct. For example, during a certain period of time a farmer may receive an advance of 50 cents per bushel on 100 bushels of farm stored wheat and the farm cash income estimates for that period will include an entry of \$50 under net advance payments. During a following period of time he may deliver the 100 bushels of grain and receive \$1.00 per bushel or \$100. Part of this will be used to repay the advances made in the previous period so that his net cash position over the two periods will be \$100. To reflect this situation the entries in the cash income estimates for the second period of time would be cash income from the sale of wheat \$100; net advances from advance payments fund - \$50; net cash returns from wheat for period \$100 - \$50 = \$50.

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 on

account of wheat participation certificates, oats and barley equalization and adjustment payments and those Federal and Provincial Government payments which farmers receive as subsidies to prices. Payments made under the provisions of the Prairie Farm Assistance Act 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 1 below, is summarized the preliminary estimate of cash income from the sale of farm products, by provinces, for the calendar year 1958, and revised estimates for 1956 and 1957. Tables 2, 3 and 4 present farm cash income by commodity sources for each province in the three years and include supplementary payments. No information is available for Newfoundland.

Table 1. - Farm Cash Income from the Sale of Farm Products, by Provinces, 1956-581/

	1958 (preliminary)	1957 (revised)	
	- 1	million dollar	5 -
Prince Edward Island	27.9	24.5	26.4
Nova Scotia	42.3	42.0	43.5
New Brunswick	46.1	43.9	48.4
Quebec	414.5	385.9	385.3
Ontario	863.4	789.3	780.5
Manitoba	220.4	200.8	210.8
Saskatchewan	571.6	537.5	597.0
Alberta	481.5	437.9	436.7
British Columbia	119.2	113.5	113.3
Canada ² /	2,786.9	2,575.3	2,641.9

^{1/} Excludes supplementary payments.

^{2/} Excludes Newfoundland.

Table 2. - Preliminary estimate of Farm cash income from the sale of Farm products by provinces $\frac{1}{2}$ / 1958

	Prince Edward Island	Nova Scotia	New Bruns- wick	Quebec	Ontario	Manitoba	Saskat- chewan	Alberta	British Columbia	CANADA
	- thousand dollars -									
Wheat	80	-	-	-	11,881	48,462	271,925	93,710	1,170	427,148
Wheat, C.W.B. payments 2/	-	-	-	-	-	6,077	40,226	17,955	-	64,258
Oats	285	55	502	2,336	4,063	7,066	7,210	5,494	151	27,162
Barley	-	-	-	36	551	14,139	32,555	30,133	666	78,080
Barley, C.W.B. payments 2/	-	-	-	-	-	1,431	3,380	2,759	-	7,570
C.W.B. net cash advance payments2/	-	*1	-	-	-	789	- 4,524	335	-	- 3,400
Rye	-	В	84	-	327	742	2,585	1,666	-	5,320
Flaxseed	de	-	-	-	326	8,078	17,880	9,707	102	36,093
Corn	-	-	-	-	22,084	91	-		-	22,175
Clover and grass seed	46	1.3	44	506	2,261	692	878	3,912	550	8,902
Hay and clover		46	177	252	215	72	198	156	51	1,167
TOTAL GRAINS, SEEDS AND HAY	331	114	723	3,130	41,708	87,639	372,313	165,827	2,690	674 ,4 75
Potatoes	8,697	824	9,345	7,115	10,278	703	269	1,807	2,974	42,012
Vegetables	274	1,463	834	14,229	40,036	2,925	1,159	2,782	7,530	71,232
Sugar beets	-	-	-	990	5,855	2,915	-	7,605	-	17,365
Tobacco	-	-	-	2,854	82,879	_		-	21	85,754
TOTAL VEG, & OTHER FIELD CROPS .	8,971	2,287	10,179	25,188	139,048	6,543	1,428	12,194	10,525	216,363
Cattle and calves	5,437	6,952	5,964	65,236	209,352	47,293	102,793	149,822	20,441	613,290
Sheep and lambs	189	439	356	2,004	3,252	465	936	2,697	494	10,832
B-15	3,866	2,049	3,213	65,580	115,912	20,509	33,737	77,737	2,416	325,019
Poultry	822	4,084	2,592	25,988	62,750	12,749	11,251	12,478	10,421	143,135
TAL LIVESTOCK AND POULTRY	10,314	13,524	12,125	158,808	391,266	81,016	148,717	242,734	33,772	1,092,276
Pairy products	4,911	12,202	12,013	166,702	171,199	26,636	29,183	37,071	35,038	494,955
Fruits	265	1,695	977	6,186	20,377	-	67	-	11,948	41,448
Eggs	1,603	7,949	3,016	21,314	70,516	10,512	9,366	12,001	12,683	148,960
Wool	54	122	109	434	744	99	287	899	144	2,892
Honey	13	3.5	27	684	1,322	826	605	1,158	355	5,025
Maple products		35	85	4,581	1,006	-	-	# Ch	-	5,707
TOTAL OTHER PRINCIPAL FARM PRODUCTS	1,670	8,141	3,237	27,013	73,588	11,437	10,258	14,058	13,182	162,584
Miscellaneous farm products	794	569	785	7,741	16,744	3,199	8,428	7,078	7,501	52,839
Forest products	562	3,488	5,925	18,975	5,587	450	375	488	1,538	37,388
Fur farming	73	268	132	752	3,892	3,470	843	2,085	3,044	14,559
CASH INCOME FROM FARM PRODUCTS .	27,891	42,288	46,096	414,495	863,409	220,390	571,545	481,535	119,238	2,786,887
Supplementary payments 3/	-	-	200	-	-	8,650	31,710	19,394	374	60,128
TOTAL CASH INCOME	27,891	42,288	46,096	414,495	863,409	229,040	603,255	500,929	119,612	2,847,015

^{-- 500} dollars or less.

^{1/} Excludes Newfoundland.

^{2/} C.W.B. = Canadian Wheat Board.

^{3/} Payments made under the provisions of the Prairie Farm Assistance Act and Wastern Grand Products Actuage Payment, P.O. 1959 - 4642.

TABLE 3 - REVISED ESTIMATE OF FARM CASH INCOME FROM THE SALE OF FARM PRODUCTS, BY PROVINCES 1957

THE SHALL HAVE	Prince Edward Island	Nova Scotia	New Bruns- wick	Quebec	Ontario	Mani toba	Saskat- chewan	Alberta	British Columbia	CAMADA
	- thousand dollars -									
Wheat	491				12,314	39,292	229,960	95,032	1,183	377,781
Wheat, C.W.B. payments 2/	-	**	-	-	-	6,187	52,449	20,678	-	79,314
Oats	340	59	579	2,312	3,089	10,347	11,921	8,986	232	37,865
Barley	10		***	40	525	14,421	32,365	28,572	7 25	76,648
C.W.B. net cash advance payments2/	-		40	60-	-	5,392	15,223	4,375	445	24,990
Rye	-	-	60.	-	279	577	2,061	1,086	-	4,003
Flaxseed	44	-	-	-	326	11,203	32,489	14,113	233	58,364
Corn		-	-	-	22,254	116	**	70.0		22,370
Clover and grass seed	24	6	22	345	2,575	825	678	2,977	333	7,785
Hay and clover	1	98	172	356	279	39	15	31	85	1,076
TOTAL GRAINS, SEEDS AND NAY	365	163	773	3,053	41,641	88,399	377,161	175,850	2,791	690,196
Potatoes	7,102	908	7,869	7,154	9,799	579	242	1,679	2,653	37,985
Vegetables	252	1,204	685	13,055	38,667	3,006	1,193	2,860	7,996	68,918
Sugar beets		-	-	974	3,439	3,412	10-	8,367	1 1 2	16,192
Tobacco	**	-		3,018	73,736	10	-		36	76,790
TOTAL VEG. & OTHER FIELD CROPS	7,354	2,112	8,554	24,201	125,641	6,997	1,435	12,906	10,685	199,885
Cattle and calves	4,083	6,534	4,847	51,816	174,979	36,852	76,156	110,704	15,736	481,707
Sheep and lambs	176	453	327	1,974	2,989	445	723	2,548	476	10,1
Hogs	3,745	1,999	2,564	58,918	114,664	15,792	26,692	65,442	2,326	292,143
Poultry	964	3,219	2,577	26,766	55,650	10,914	9,730	13,268	10,428	133,515
TOTAL LIVESTOCK AND POULTRY	8,968	12,205	10,315	139,474	348,282	64,003	113,301	191,962	28,966	917,476
Dairy products	4,466	-11,796	11,757	153,861	160,953	23,714	25,819	33,912	33,546	459,824
Fruits	239	2,722	1,127	4,995	18,487	-	10-		12,390	39,960
Eggs	1,542	7,623	2,939	22,115	64,610	9,814	9,481	12,680	12,396	143,200
Wool	51	104	80	349	612	73	210	668	120	2,267
Honey	14	34	28	811	1,925	862	602	1,025	305	5,606
Maple products	_	37	113	5,823	1,028	10-	_			7,001
TOTAL OTHER PRINCIPAL FARM PRODUCTS	1,607	7,798	3,160	29,098	68,175	10,749	10,293	14,373	12,821	158,074
Miscellaneous farm products	690	552	714	7,094	15,264	2,908	7,920	6,435	7,084	48,661
Forest products	694	4,304	7,312	23,417	6,896	555	463	602	1,897	46,140
Fur farming	64	327	185	739	3,998	3,493	1,114	1,855	3,310	15,085
CASH INCOME FROM FARM PRODUCTS	24,447	41,979	43,897	385,932	789,337	200,818	537,506	437,895	113,490	2,575,301
Supplementary payments 3/		46		_		501	574	905	7	1,987
	24 447	41.070	42 997	205 022	780 337	201 319	538 080	438 800	113 497	2,577,288

^{1/} Excludes Newfoundland. 2/ C.W.B. = Ganadian Wheat Board.

³⁷ Payments made under the provisions of the Prairie Farm Assistance Add.

TABLE 4 - REVISED ESTIMATE OF FARM CASH INCOME FROM THE SALE OF FARM PRODUCTS, BY PROVINCES, 1/ 1956

	Prince Edward Island	Nova Scotia	New Bruns- wick	Quebec	Ontario	Manitoba	Saskat- chewan	Alberta	British Columbia	CANADA
					· thou					
Wheat	-	-	-		0,040	45,965	289,023	116,181	1,586	461,795
Wheat, C.W.B. payments 2/		-	-		-	4,569	39,068	18,350	-	61,987
Oats	303	62	489	2,141	1,378	10,237	24,094	9,554	277	50,535
Oats, C.W.B. payments 2/	-	-	-			1,404	4,902	1,864	-	8,170
Barley	_	-	-	60	665	20,563	47,165	29,656	732	98,841
Barley, C.W.B. payments 2/	-		-	-	-	3,031	7,299	4,887	-	15,217
Rye	-	-	-	_	309	1,871	8,339	3,857	-	14,376
Plaxseed	-	-	-	-	502	16,611	34,374	10,215	230	61,932
Corn	C	_	-	-	21,842	161	-	-	40-	22,003
Clover and grass seed	7.7	20	73	606	1,766	1,271	1,297	4,949	662	10,721
Hay and clover	4	75	152	495	290	47	26	147	242	1,478
TOTAL CRAINS, SEEDS AND HAY	384	157	714	3,302	37,792	105,730	455,587	199,660	3,729	807,055
Potatoes	9,358	950	9,870	7,360	10,318	821	278	1,983	2,457	43,395
Vegetables	304	940	535	8,220	33,854	2,893	1,149	2,751	6,981	57,627
Sugar beets		**	_	845	1,946	3,027	-	6,579	-	12,397
Tobacco	-	-	-	4,117	59,972	-		-	40	64,129
TOTAL VEG. & OTHER FIELD CROPS	9,662	1,890	10,405	20,542	106,090	6,741	1,427	11,313	9,478	177,548
Cattle and calves	3,462	7,160	5,379	49,278	191,348	29,551	60,632	87,776	17,845	452,431
Sheep and lambs	208	496	366	2,060	2,931	403	697	2,162	453	9,776
Hogs	3,261	1,751	3,295	66,702	114,419	15,418	23,494	67,258	2,648	298,246
Poultry	1,084	3,156	2,377	26,863	62,975	11,423	10,447	13,525	12,980	144,830
TOTAL LIVESTOCK AND POULTRY	8,015	12,563	11,417	144,903	371,673	56,795	95,270	170,721	33,926	905,283
Dairy products	4,424	11,813	11,375	144,391	152,677	23,051	24,089	31,253	29,463	432,536
Fruits	344	2,448	1,177	6,023	17,452	-	-	_	10,299	37,743
Eggs	1,915	8,557	3,555	23,644	64,876	10,145	9,636	13,066	13,483	148,877
Wool	45	99	75	327	573	76	195	586	120	2,096
Honey	15	30	26	669	1,210	866	556	765	276	4,413
Maple products	-	18	54	5,824	830	-	-	-	-	6,726
TOTAL OTHER PRINCIPAL FARM PRODUCTS	1,975	8,704	3,710	30,464	67,489	11,087	10,387	14,417	13,879	162,112
Miscellaneous farm products	744	564	776	7,087	15,095	3,051	8,801	6,410	7,054	49,582
Forest products	825	5,125	8,662	27,800	8,219	684	552	702	2,247	54,816
Fur farming	74	282	137	784	4,064	3,622	879	2,177	3,179	15,198
CASH INCOME FROM FARM PRODUCTS	26,447	43,546	48,373	385,296	780,551	210,761	596,992	436,653	113,254	2,641,873
Supplementary payments 3/		-	-		_	2,360	1,179	1,319	146	5,004
TOTAL CASH INCOME	26.447	43.546	48,373	385,296	780,551	213,121	598,171	437,972	113,400	2,646,877

^{1/} Excludes Newfoundland.
2/ C.W.B. = Canadian Wheat Board.
2/ Payments made under the provision of the Prairie Farm Assistance Act.

