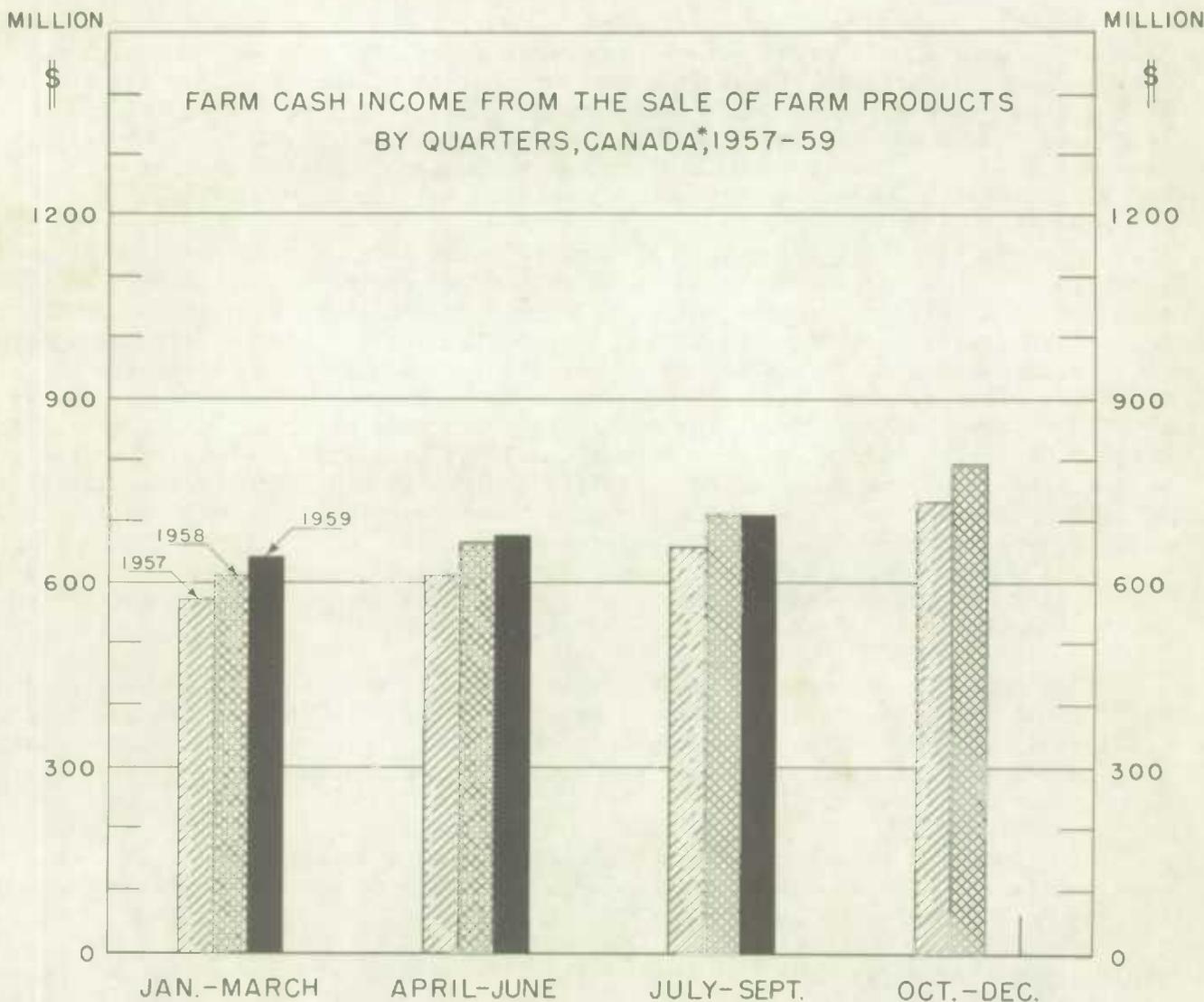




FARM CASH INCOME

JULY TO SEPTEMBER 1959



* Newfoundland excluded

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FARM CASH INCOME FROM THE SALE OF FARM PRODUCTS, JANUARY-SEPTEMBER, 1959. 1/

Cash farm income from the sale of farm products for the period January through September this year is estimated at two billion dollars, up 2 per cent from the like period a year earlier. This increase can be attributed in the main to substantially higher receipts in the first quarter; second quarter earnings were only slightly higher than those of a year ago and third quarter returns were slightly lower. Livestock and livestock products accounted for the increase in the nine month period; returns from the sale of field crops were about the same as those for the first nine months of 1958.

Compared with a year ago, cash farm income for the January-September period of 1959 was higher in all provinces except Prince Edward Island, New Brunswick and Saskatchewan. Increases ranged from one per cent in Quebec to nearly six per cent in Manitoba while declines were almost one per cent in Prince Edward Island, two per cent in Saskatchewan and just over five per cent in New Brunswick. Lower returns from the sale of potatoes accounted for the reduction in the two Maritime Provinces while in Saskatchewan it was due to smaller farm deliveries of wheat.

Livestock and Livestock Products - Returns from the sale of livestock and livestock products for the nine-month period under review are estimated at 1.3 billion dollars, three per cent higher than the estimate for a year earlier. With the exception of eggs, larger returns were noted from all commodities classified as either livestock or livestock products. Hogs accounted for the largest increase with sales of 262 million dollars compared with 235 million in the corresponding period a year earlier. This increase of 27 million is due to larger marketings which more than offset the effects of lower prices. Returns from the sale of cattle and calves were about the same as those for the like period in 1958, namely, 420 million dollars. Marketings of both cattle and calves were smaller than a year earlier, but price increases were sufficient to maintain income to cattlemen at the 1958 level. The combined effects of slightly higher prices and marketings brought dairy farmers an estimated 392 million dollars in the period under review compared with 383 million in the like period of 1958, an increase of almost nine million.

In total, returns to farmers from the sale of livestock and livestock products were almost 36 million dollars higher than a year earlier; about three quarters of this increase or 27 million dollars was received by hog producers of which about half went to Ontario farmers. Elsewhere in Canada, the increase in returns from the sale of hogs was more modest.

Eggs were the only livestock product that brought farmers less income than a year earlier. Declines were confined largely to Ontario and the Prairie Provinces and can be attributed to lower prices.

Field Crops - Receipts from the sale of field crops were about the same as a year earlier, namely 720 million dollars. Lower returns from the sale of wheat, oats, potatoes, fruits and vegetables were offset by the effects of higher Canadian Wheat Board payments and higher returns from the sale of barley, flaxseed and tobacco.

The value of wheat sales, the largest dollar earner amongst the field crops, is estimated at 299 million dollars, down about 20 million dollars from the returns for the corresponding period a year earlier. This decline is due to smaller farm deliveries to country elevators during the second and third quarters of 1959. Prices

1/ Excludes Newfoundland.

received by wheat producers during the first nine months were slightly higher than a year earlier but the increase was not sufficient to offset the effects of smaller marketings. Returns from the sale of barley are estimated at 65 million dollars, up nine million dollars from the year earlier. This increase in the value of barley sales can be attributed to slightly higher prices, as well as to larger marketings. Larger Canadian Wheat Board payments, as well as higher returns from flaxseed also helped to offset the decline in returns from the sale of wheat.

On a regional basis, returns from field crops were lower only in the Maritime Provinces as a result of smaller receipts from the sale of potatoes. In the two central provinces, Quebec and Ontario, the value of sales of field crops was slightly higher and can be attributed in the main to tobacco. With the exception of Saskatchewan, receipts from the sale of field crops were higher in the Western Provinces. Smaller wheat deliveries accounted for the lower returns to Saskatchewan farmers.

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. They include in the period in which paid, grain participation 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 estimates of cash income from the sale of farm products, by provinces, for the first nine months of 1958 and 1959, and revised estimates for 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 QUARTERS, JANUARY - SEPTEMBER, 1957-59 ^{1/}

	Jan.-Mar.	April-June	July-Sept.	Jan.-Sept.
- thousand dollars -				
1959 (preliminary)				
Prince Edward Island	5,830	8,367	5,750	19,947
Nova Scotia	9,888	9,623	11,152	30,663
New Brunswick	9,645	10,985	10,385	31,015
Quebec	77,958	104,815	121,677	304,450
Ontario	228,491	185,636	230,464	644,591
Manitoba	45,064	55,910	61,064	162,038
Saskatchewan	117,921	152,246	128,681	398,848
Alberta	121,370	123,908	109,730	355,008
British Columbia ...	25,515	24,821	30,154	80,490
CANADA ^{2/}	641,682	676,311	709,057	2,027,050
1958 (preliminary)				
Prince Edward Island	7,096	7,573	5,521	20,190
Nova Scotia	9,222	8,923	11,253	29,398
New Brunswick	11,672	11,145	9,953	32,770
Quebec	73,498	106,912	121,085	301,495
Ontario	214,550	184,651	222,366	621,567
Manitoba	42,987	56,390	54,122	153,499
Saskatchewan	113,342	158,255	138,394	409,991
Alberta	116,366	108,839	117,217	342,422
British Columbia ...	24,449	23,726	30,638	78,813
CANADA ^{2/}	613,182	666,414	710,549	1,990,145
1957 (revised)				
Prince Edward Island	5,675	6,220	5,156	17,051
Nova Scotia	8,112	9,092	11,735	28,939
New Brunswick	10,221	10,882	9,249	30,352
Quebec	69,576	98,104	113,897	281,577
Ontario	199,190	163,223	213,714	576,127
Manitoba	36,891	48,691	53,545	139,127
Saskatchewan	108,731	150,585	120,265	379,581
Alberta	109,195	103,687	101,735	314,617
British Columbia ...	23,379	22,837	30,535	76,751
CANADA ^{2/}	570,970	613,321	659,831	1,844,122

^{1/} Excludes supplementary payments.

^{2/} Excludes Newfoundland.

TABLE 1. - PRELIMINARY ESTIMATE OF FARM CASH INCOME FROM THE SALE OF FARM PRODUCTS, BY PROVINCES, ^{1/} JANUARY TO SEPTEMBER, 1959.

	Prince Edward Island	Nova Scotia	New Brunswick	Quebec	Ontario	Manitoba	Saskat- chewan	Alberta	British Columbia	Canada
- thousand dollars -										
Wheat	-	-	-	-	5,022	41,487	173,518	78,159	951	299,137
Wheat, C.W.B. payments ^{2/}	-	-	-	-	-	6,987	48,134	17,537	-	72,658
Oats	291	40	380	1,610	3,234	4,870	4,797	2,603	106	17,931
Oats, C.W.B. payments ^{2/}	-	-	-	-	-	694	824	555	-	2,073
Barley	-	-	-	24	421	14,083	26,220	24,153	452	65,353
Barley, C.W.B. payments ^{2/}	-	-	-	-	-	980	2,678	2,463	-	6,121
C.W.B. net cash advance payments ^{2/}	-	-	-	-	-	-3,232	-4,889	-3,538	-	-11,659
Rye	-	-	-	-	88	944	2,045	1,054	-	4,131
Flaxseed	-	-	-	-	123	5,772	12,579	7,659	57	26,190
Potatoes	5,726	494	5,667	5,177	8,280	272	128	868	1,218	27,830
Fruits	203	1,744	612	2,938	13,330	-	-	-	7,553	26,380
Vegetables ^{3/}	200	1,002	572	11,440	41,453	950	375	902	4,373	61,267
Tobacco	-	-	-	3,255	64,930	-	-	-	8	68,193
Other crops	577	459	582	6,321	27,464	2,822	4,367	6,056	5,363	54,011
TOTAL CROPS	6,997	3,739	7,813	30,765	164,345	76,629	270,776	138,471	20,081	719,616
Cattle and calves	4,192	4,353	3,894	45,166	152,256	29,507	65,374	104,933	10,445	420,120
Hogs	2,860	1,746	2,235	52,031	97,434	17,309	25,360	60,854	2,044	261,873
Sheep and lambs	54	196	223	932	1,699	377	377	2,070	325	6,253
Dairy products	3,998	9,829	9,244	129,542	136,323	21,167	23,506	29,628	28,333	391,570
Poultry	280	2,555	1,621	14,748	34,154	5,551	3,945	6,635	6,138	75,627
Eggs	1,161	5,897	2,361	16,405	49,775	7,435	6,141	8,221	9,480	106,876
Other livestock and products	91	352	219	1,190	4,837	3,813	3,160	3,923	2,782	20,367
TOTAL LIVESTOCK AND PRODUCTS ...	12,636	24,928	19,797	260,014	476,478	85,159	127,863	216,264	59,547	1,282,686
Forest and maple products	314	1,996	3,405	13,671	3,768	250	209	273	862	24,748
CASH INCOME FROM FARM PRODUCTS	19,947	30,663	31,015	304,450	644,591	162,038	398,848	355,008	80,490	2,027,050
Supplementary payments ^{4/}	-	-	-	-	-	1,463	13,099	6,695	135	21,392
TOTAL CASH INCOME	19,947	30,663	31,015	304,450	644,591	163,501	411,947	361,703	80,625	2,048,442

^{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 1959 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 3. - PRELIMINARY ESTIMATE OF FARM CASH INCOME FROM THE SALE OF FARM PRODUCTS, BY PROVINCES, ^{1/} JANUARY TO SEPTEMBER, 1958.

	Prince Edward Island	Nova Scotia	New Brunswick	Quebec	Ontario	Manitoba	Saskat- chewan	Alberta	British Columbia	Canada
- thousand dollars -										
Wheat	-	-	-	-	9,938	35,980	203,125	70,979	882	320,904
Wheat, C.W.B. payments ^{2/}	-	-	-	-	-	6,077	40,225	17,955	-	64,257
Oats	217	42	387	1,672	2,948	5,817	6,009	4,386	114	21,592
Barley	-	-	-	27	405	10,412	23,466	21,472	495	56,277
Barley, C.W.B. payments ^{2/}	-	-	-	-	-	1,431	3,380	2,759	-	7,570
C.W.B. net cash advance payments ^{2/}	-	-	-	-	-	-2,691	-10,436	-2,680	-	-15,807
Rye	-	-	-	-	132	675	2,438	1,577	-	4,822
Flaxseed	-	-	-	-	114	3,825	10,644	6,271	56	20,910
Potatoes	6,323	494	7,024	5,551	7,848	367	130	824	1,607	30,168
Fruits	265	1,569	717	3,352	17,529	-	-	-	7,727	31,159
Vegetables	191	1,368	780	11,319	32,973	2,652	1,051	2,522	4,975	57,831
Tobacco	-	-	-	2,854	59,134	-	-	-	15	62,003
Other crops	594	436	702	6,581	28,836	2,839	4,352	5,551	5,176	55,067
TOTAL CROPS	7,590	3,909	9,610	31,356	159,857	67,384	284,384	131,616	21,047	716,753
Cattle and calves	3,988	4,008	3,699	44,249	150,346	33,730	65,916	102,359	10,898	419,193
Hogs	2,827	1,533	2,415	47,747	83,984	13,785	22,896	57,844	1,924	234,955
Sheep and lambs	61	176	190	909	1,634	263	351	1,847	272	5,703
Dairy products	3,743	9,232	9,355	130,217	131,318	21,074	22,828	29,170	26,428	383,365
Poultry	276	2,465	1,631	15,411	34,647	5,498	3,372	5,880	5,792	74,972
Eggs	1,296	5,835	2,332	15,249	51,839	7,952	6,922	8,992	9,126	109,543
Other livestock and products	100	287	195	1,339	3,863	3,567	3,115	4,445	2,480	19,391
TOTAL LIVESTOCK AND PRODUCTS ...	12,291	23,536	19,817	255,121	457,631	85,869	125,400	210,537	56,920	1,247,122
Forest and maple products	309	1,953	3,343	15,018	4,079	246	207	269	846	26,270
CASH INCOME FROM FARM PRODUCTS	20,190	29,398	32,770	301,495	621,567	153,499	409,991	342,422	78,813	1,990,145
Supplementary payments ^{3/}	-	-	-	-	-	1,720	9,831	5,700	373	17,624
TOTAL CASH INCOME	20,190	29,398	32,770	301,495	621,567	155,219	419,822	348,122	79,186	2,007,769

^{1/} Excludes Newfoundland. ^{2/} C.W.B. = Canadian Wheat Board. ^{3/} Payments made under the provisions of the Prairie Farm Assistance Act.

TABLE 4. - REVISED ESTIMATE OF FARM CASH INCOME FROM THE SALE OF FARM PRODUCTS, BY PROVINCES,^{1/} JANUARY TO SEPTEMBER, 1957.

	Prince Edward Island	Nova Scotia	New Brunswick	Quebec	Ontario	Manitoba	Saskat- chewan	Alberta	British Columbia	Canada
- thousand dollars -										
Wheat	-	-	-	-	10,098	28,394	168,564	73,074	904	281,034
Wheat, C.W.B. payments ^{2/}	-	-	-	-	-	6,187	52,448	20,675	-	79,310
Oats	279	45	455	1,650	2,251	8,101	9,367	7,256	191	29,595
Barley	-	-	-	29	400	11,179	21,815	20,385	541	54,349
Rye	-	-	-	-	113	332	1,128	710	-	2,283
Flaxseed	-	-	-	-	114	7,207	20,136	9,189	185	36,831
Potatoes	4,324	487	5,238	5,295	7,427	296	129	908	1,093	25,197
Fruits	239	2,434	713	2,309	16,073	-	-	-	7,893	29,661
Vegetables	168	1,083	616	10,650	31,117	2,720	1,078	2,588	5,297	55,317
Tobacco	-	-	-	3,018	54,024	-	-	-	31	57,073
Other crops	492	446	590	6,080	28,181	3,074	3,914	6,820	4,988	54,585
TOTAL CROPS	5,502	4,495	7,612	29,031	149,798	67,490	278,579	141,605	21,123	705,235
Cattle and calves	2,986	3,734	3,314	36,853	126,302	25,334	46,962	73,867	8,239	327,591
Hogs	2,891	1,525	1,854	44,128	88,218	11,553	19,144	50,081	1,894	221,288
Sheep and lambs	59	193	202	1,006	1,625	257	280	1,723	261	5,606
Dairy products	3,459	8,948	9,089	118,300	121,806	18,415	19,933	26,414	25,678	352,042
Poultry	431	1,571	1,662	16,075	32,844	5,341	4,528	7,385	6,401	76,238
Eggs	1,239	5,725	2,263	16,106	46,090	6,933	6,824	9,345	9,493	104,018
Other livestock and products	102	344	221	1,375	4,623	3,498	3,076	3,866	2,618	19,723
TOTAL LIVESTOCK AND PRODUCTS ...	11,167	22,040	18,605	233,843	421,508	71,331	100,747	172,681	54,584	1,106,506
Forest and maple products	382	2,404	4,135	18,703	4,821	306	255	331	1,044	32,381
CASH INCOME FROM FARM PRODUCTS	17,051	28,939	30,352	281,577	576,127	139,127	379,581	314,617	76,751	1,844,122
Supplementary payments ^{3/}	-	-	-	-	-	484	489	827	7	1,807
TOTAL CASH INCOME	17,051	28,939	30,352	281,577	576,127	139,611	380,070	315,444	76,758	1,845,929

^{1/} Excludes Newfoundland. ^{2/} C.W.B. = Canadian Wheat Board. ^{3/} Payments made under the provisions of the Prairie Farm Assistance Act.

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