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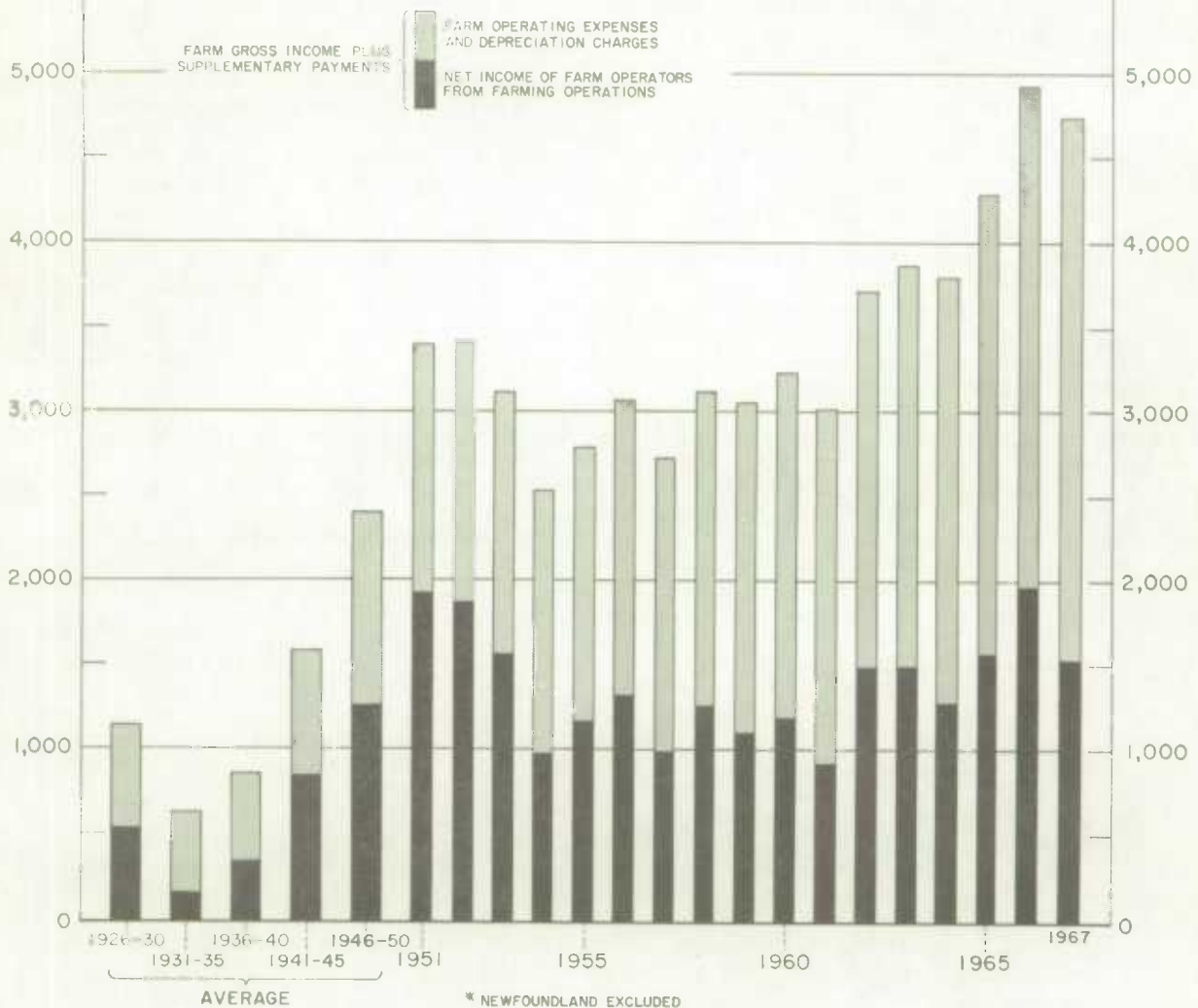
FARM NET INCOME, 1967

MILLION DOLLARS

MILLION DOLLARS

TOTAL FARM GROSS INCOME, OPERATING EXPENSES AND TOTAL FARM NET INCOME, CANADA*, 1926-1967

(Year ending December 31)



JUNE, 1968
5504-504

Farm Finance Section, AGRICULTURE DIVISION

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NET INCOME OF FARM OPERATORS FROM FARMING OPERATIONS, 1967(1)

This report presents the regular annual estimate of net income of farm operators from farming operations for the year 1967. As a result of more up-to-date information becoming available in recent weeks, the estimate contained in this report for 1967 differs slightly from that contained in the advance preliminary report published in May. In addition to estimates of farm net income, this report includes detailed information concerning income in kind, and farm operating expenses and depreciation charges for each of the past four years. Commodity detail for farm cash receipts from farming operations is presented in the Bureau report, Farm Cash Receipts, 1967, Catalogue No. 21-001.

Farm Net Income Concepts - Two different estimates of farm net income from farming operations are prepared for inclusion in this report. One is called realized net income and is obtained by adding together farm cash receipts from farming operations, supplementary payments and the value of income in kind, and deducting farm operating expenses and depreciation charges. This estimate of farm net income represents the amount of income from farming that operators have left for family living, personal taxes and investment after provision has been made for operating expenses and depreciation charges. The second estimate is referred to as total net income and is obtained by adjusting realized net income to take into account changes occurring in inventories of livestock and stocks of grains on farms between the beginning and end of the year. This latter estimate is used in calculating the contribution of agriculture to National Income(2) and for making comparisons with net income of non-farm business enterprises.

Realized Farm Net Income - For the year 1967, it is estimated that realized net income of farm operators from farming operations amounted to \$1,664.0 million. This is 4.1 per cent below the record-high of \$1,735.3 million established in 1966; but 16.6 per cent above the average of \$1,426.5 million for the five year period 1962-66. During 1967, the increase due to record-high cash receipts from farming operations was more than offset by increased farm operating expenses and a decline in supplementary payments.

Total Farm Net Income - This estimate of farm income, which takes into account changes in farm inventories of field crops and livestock, amounted to \$1,529.1 million in 1967, 21.2 per cent below the 1966 record level of \$1,940.7 million and 1.5 per cent below the average of \$1,553.1 million for the period 1962 to 1966. Although cash receipts were at an all-time high level, inventories of field crops declined substantially between 1966 and 1967. Supplementary payments were also lower, particularly in Quebec and Ontario, and operating expenses continued to rise.

Farm Cash Receipts - Farm cash receipts from farming operations, the most important component of farm income from farming operations, reached a new high level of \$4,379.0 million in 1967. This is 3.3 per cent above the previous record of \$4,238.7 million for 1966 and 22.8 per cent above the average for the five years, 1962-66. The most significant contributions to the gain in farm cash receipts in 1967 were higher Canadian Wheat Board participation payments on previous years' grain crops, increased cash returns from the sale of dairy products, tobacco, barley, cattle and calves, and larger payments under the dairy support program. In contrast, lower cash returns were realized from marketings of wheat, oats, rye, flaxseed, potatoes, hogs and poultry during the year.

Supplementary Payments - In addition to the above farm cash receipts, farmers also received supplementary payments amounting to \$6.1 million in 1967 as against \$41.3 million in 1966. These payments include only those made under the Prairie Farm Assistance Act and other government assistance to farmers who suffered losses as a result of adverse weather conditions. In 1966, these payments included substantial outlays for assistance to farmers in Quebec and Ontario who suffered from extreme drought conditions during 1965; with improved conditions in subsequent years, these payments declined.

Income in Kind - This item represents the value of consumption of home-grown food-stuffs, wool and woodland products, plus an imputed rental value of the farm dwellings. The farm products consumed are valued at the price the farmer would have received had they been sold. During 1967, the value of this income component rose from \$462.0 million to \$501.0 million. This increase was due largely to an increase in the estimate of the imputed rental value of farm homes and, to a lesser extent, to an increase in the value of consumption of dairy products, fruits and vegetables.

Value of Inventory Change - The value of inventory change is obtained by calculating the change in the quantity of field crops and the number of livestock on farms between the beginning and end of the year and valuing the difference at average annual prices. The value of inventory change at the end of 1967 was - \$134.9 million as against \$205.4 million a year earlier. The decline in the value of inventory change which took place between 1966 and 1967, can be attributed for the most part to the substantial decline in crop production which took place in Saskatchewan and Alberta in 1967. The numbers of cattle and hogs on farms in 1967 were above the 1966 levels but there was a substantial decrease in poultry numbers.

(1) Excludes Newfoundland.

(2) For a discussion of the methods and concepts used to determine the contribution of agriculture to National Income, see Handbook of Agricultural Statistics, Part II, Catalogue No. 21-511.

Farm Operating Expenses and Depreciation Charges — This estimate includes farm business costs incurred by farmers regardless of whether they are paid for in cash or accumulated as new debt. As far as possible, they exclude outlays for goods and services obtained directly from other farmers. All subsidy payments are taken into account so that the estimates represent only the net amounts paid by farmers.

During 1967, total operating expenses and depreciation charges reached a new high level of \$3,222.2 million as against \$3,006.8 million for 1966. With few exceptions farmers' outlays for each of the items considered in farm operating expenses were higher in 1967 than in 1966. The most significant exception to the general increase in farmers' expenditures was the sharp drop in rental payments from \$158.5 million in 1966 to \$136.4 million in 1967. All of the decline in these payments occurred in the provinces of Saskatchewan and Alberta as a result of smaller grain crops and the consequent reduction in share rental payments. The greatest absolute increase in farmers' outlay for any single item was estimated for livestock feeds. This expenditure rose from \$505.7 million in 1966 to \$561.5 million in 1967 as a result of a continuing increase in quantities purchased and higher prices. Farmers' outlays for fertilizer and lime exhibited the greatest percentage increase in 1967; higher prices and a marked gain in quantities used during 1967 pushed this expenditure 17 per cent above the levels of a year earlier. Most of this increase took place in the Prairie Provinces where fertilizer expenditures increased from \$62.0 million to \$83.8 million. For the first time since estimates have been prepared, fertilizer costs in this area have exceeded those for Ontario. Costs of operating farm machinery continued to move up as prices for petroleum products advanced. Total interest payments on farm indebtedness increased still further during 1967 as farmers continued to expand their use of credit. No significant changes appeared to have taken place in the hired farm labour force in 1967, but wages reached new high levels.

TABLE 1. Realized Net Income of Farm Operators from Farming Operations, Canada, (1) by Province, 1951-67

| | P.E.I. | N.S. | N.B. | Que. | Ont. | Man. | Sask. | Alta. | B.C. | Canada |
|----------------------|--------|--------|--------|---------|---------|---------|---------|---------|--------|-----------|
| thousands of dollars | | | | | | | | | | |
| 1951 | 15,334 | 25,964 | 28,325 | 235,664 | 413,933 | 170,539 | 391,335 | 260,346 | 62,504 | 1,603,944 |
| 1952 | 20,087 | 25,922 | 33,222 | 230,011 | 352,659 | 138,040 | 437,744 | 298,593 | 62,039 | 1,598,317 |
| 1953 | 10,189 | 24,906 | 19,901 | 199,790 | 320,104 | 111,322 | 466,843 | 269,121 | 63,274 | 1,485,450 |
| 1954 | 10,856 | 25,398 | 22,132 | 183,323 | 279,903 | 82,559 | 220,139 | 173,964 | 59,240 | 1,057,514 |
| 1955 | 10,806 | 22,663 | 17,891 | 181,179 | 293,509 | 70,592 | 175,244 | 145,339 | 54,440 | 971,663 |
| 1956 | 11,612 | 23,043 | 22,252 | 163,288 | 236,244 | 96,932 | 310,166 | 198,955 | 58,472 | 1,120,964 |
| 1957 | 10,047 | 23,214 | 20,062 | 176,481 | 280,723 | 84,997 | 255,488 | 201,572 | 59,502 | 1,112,086 |
| 1958 | 12,506 | 21,541 | 19,582 | 185,311 | 324,804 | 113,472 | 318,257 | 253,210 | 61,181 | 1,309,864 |
| 1959 | 11,893 | 20,913 | 16,387 | 164,289 | 290,676 | 105,320 | 273,641 | 219,616 | 58,667 | 1,161,402 |
| 1960 | 11,317 | 18,603 | 18,178 | 148,975 | 284,672 | 99,338 | 263,814 | 220,289 | 58,194 | 1,123,380 |
| 1961 | 6,148 | 20,187 | 11,420 | 150,193 | 287,185 | 114,063 | 311,026 | 245,478 | 60,728 | 1,206,428 |
| 1962 | 6,959 | 19,450 | 12,796 | 156,393 | 313,461 | 110,424 | 361,556 | 254,863 | 68,236 | 1,304,138 |
| 1963 | 6,932 | 18,276 | 11,451 | 145,740 | 340,822 | 111,350 | 313,116 | 191,406 | 66,393 | 1,205,486 |
| 1964 | 11,876 | 16,357 | 16,542 | 132,815 | 312,621 | 128,737 | 440,605 | 237,766 | 65,685 | 1,363,004 |
| 1965 | 18,389 | 18,737 | 26,582 | 157,322 | 340,790 | 161,216 | 459,310 | 273,157 | 69,306 | 1,524,809 |
| 1966 | 11,489 | 19,345 | 17,791 | 200,267 | 410,085 | 176,002 | 473,459 | 338,776 | 88,064 | 1,735,278 |
| 1967 | 7,676 | 15,312 | 12,313 | 180,788 | 369,023 | 156,675 | 495,966 | 337,259 | 88,956 | 1,663,968 |

(1) Excludes Newfoundland.

TABLE 2. Net Income of Farm Operators from Farming Operations, Canada, (1) by Province, 1951-67

| | P.E.I. | N.S. | N.B. | Que. | Ont. | Man. | Sask. | Alta. | B.C. | Canada |
|----------------------|--------|--------|--------|---------|---------|---------|---------|---------|--------|-----------|
| thousands of dollars | | | | | | | | | | |
| 1951 | 15,905 | 25,911 | 28,330 | 248,353 | 448,139 | 179,875 | 531,975 | 389,521 | 63,368 | 1,931,377 |
| 1952 | 24,405 | 27,588 | 33,957 | 233,613 | 371,684 | 161,513 | 607,571 | 354,591 | 65,560 | 1,880,482 |
| 1953 | 11,425 | 24,736 | 21,674 | 204,691 | 336,487 | 113,307 | 479,314 | 301,033 | 67,342 | 1,560,009 |
| 1954 | 10,073 | 25,615 | 19,823 | 183,745 | 293,078 | 70,079 | 135,947 | 179,828 | 62,175 | 980,363 |
| 1955 | 11,411 | 22,517 | 20,372 | 184,520 | 266,419 | 88,367 | 326,597 | 198,295 | 55,999 | 1,174,497 |
| 1956 | 11,854 | 21,797 | 22,597 | 169,964 | 258,417 | 128,607 | 402,147 | 242,999 | 57,549 | 1,315,931 |
| 1957 | 11,189 | 21,575 | 19,095 | 173,253 | 296,356 | 72,551 | 179,206 | 161,222 | 59,496 | 993,943 |
| 1958 | 11,444 | 20,599 | 17,090 | 179,437 | 356,665 | 129,020 | 241,391 | 246,778 | 60,516 | 1,262,940 |
| 1959 | 9,467 | 20,460 | 14,232 | 161,283 | 281,305 | 101,546 | 230,129 | 217,748 | 61,649 | 1,097,819 |
| 1960 | 12,565 | 18,392 | 18,996 | 149,921 | 292,820 | 107,734 | 331,572 | 199,099 | 60,106 | 1,191,205 |
| 1961 | 6,840 | 20,229 | 12,249 | 152,140 | 317,088 | 56,649 | 99,861 | 205,868 | 64,364 | 935,288 |
| 1962 | 6,726 | 18,512 | 11,701 | 161,313 | 337,883 | 162,146 | 453,503 | 270,471 | 69,381 | 1,491,636 |
| 1963 | 7,854 | 18,283 | 11,085 | 144,828 | 313,044 | 106,387 | 539,349 | 285,405 | 69,194 | 1,495,429 |
| 1964 | 12,535 | 16,393 | 17,019 | 131,682 | 301,068 | 156,243 | 326,319 | 236,505 | 70,336 | 1,268,100 |
| 1965 | 15,657 | 18,242 | 24,595 | 152,198 | 344,471 | 168,246 | 478,987 | 297,311 | 69,809 | 1,569,516 |
| 1966 | 15,641 | 18,330 | 21,115 | 209,522 | 455,524 | 154,584 | 590,691 | 385,449 | 89,796 | 1,940,632 |
| 1967 | 6,175 | 15,014 | 10,651 | 176,300 | 376,384 | 174,987 | 387,749 | 297,188 | 84,625 | 1,529,075 |

(1) Excludes Newfoundland.

TABLE 3. Income of Farm Operators from Farming Operations, by Province

| | P.E.I. | N.S. | N.B. | Que. | Ont. | Man. | Sask. | Alta. | B.C. | Canada(1) |
|---|---------|---------|---------|---------|-----------|----------|-----------|----------|---------|-----------|
| thousands of dollars | | | | | | | | | | |
| 1964 | | | | | | | | | | |
| 1. Cash receipts(2) | 31,674 | 46,700 | 47,485 | 458,634 | 1,019,693 | 297,554 | 836,539 | 597,823 | 153,629 | 3,489,731 |
| 2. Income in kind | 4,710 | 8,349 | 7,955 | 74,870 | 127,145 | 28,751 | 63,464 | 57,404 | 22,494 | 395,142 |
| 3. Supplementary payments(3) ... | — | — | — | — | — | 2,217 | 1,634 | 4,466 | 160 | 8,477 |
| 4. Realized gross income (1+2+3) .. | 36,384 | 55,049 | 55,440 | 533,504 | 1,146,838 | 328,522 | 901,637 | 659,693 | 176,283 | 3,893,350 |
| 5. Operating and depreciation charges | 24,508 | 38,692 | 38,898 | 400,689 | 834,217 | 199,785 | 461,032 | 421,927 | 110,598 | 2,530,346 |
| 6. Realized net income (4-5) ... | 11,876 | 16,357 | 16,542 | 132,815 | 312,621 | 128,737 | 440,605 | 237,766 | 65,685 | 1,363,004 |
| 7. Value of inventory changes .. | 659 | 36 | 477 | - 1,133 | - 11,553 | 27,506 | - 114,286 | - 1,261 | 4,651 | - 94,904 |
| 8. Total gross income (4+7) | 37,043 | 55,085 | 55,917 | 532,371 | 1,135,285 | 356,028 | 787,351 | 658,432 | 180,934 | 3,798,446 |
| 9. Total net income (8-5) | 12,535 | 16,393 | 17,019 | 131,682 | 301,068 | 156,243 | 326,319 | 236,505 | 70,336 | 1,268,100 |
| 1965 | | | | | | | | | | |
| 1. Cash receipts(2) | 40,514 | 51,506 | 60,393 | 507,968 | 1,101,135 | 340,958 | 881,371 | 654,187 | 164,200 | 3,802,232 |
| 2. Income in kind | 4,996 | 8,756 | 8,220 | 79,146 | 134,395 | 31,908 | 72,753 | 65,156 | 24,344 | 429,674 |
| 3. Supplementary payments(4) | — | — | — | 965 | 364 | 364 | 7,026 | 3,967 | 76 | 12,762 |
| 4. Realized gross income (1+2+3) .. | 45,510 | 60,262 | 68,613 | 588,079 | 1,235,894 | 373,230 | 961,150 | 723,310 | 188,620 | 4,244,668 |
| 5. Operating and depreciation charges | 27,121 | 41,525 | 42,031 | 430,757 | 895,104 | 212,014 | 501,840 | 450,153 | 119,314 | 2,719,859 |
| 6. Realized net income (4-5) ... | 18,389 | 18,737 | 26,582 | 157,322 | 340,790 | 161,216 | 459,310 | 273,157 | 69,306 | 1,524,809 |
| 7. Value of inventory changes .. | - 2,732 | - 495 | - 1,987 | - 5,124 | 3,681 | 7,030 | 19,677 | 24,154 | 503 | 44,707 |
| 8. Total gross income (4+7) | 42,778 | 59,767 | 66,626 | 582,955 | 1,239,575 | 380,260 | 980,827 | 747,464 | 189,123 | 4,289,375 |
| 9. Total net income (8-5) | 15,657 | 18,242 | 24,595 | 152,198 | 344,471 | 168,246 | 478,987 | 297,311 | 69,809 | 1,569,516 |
| 1966 | | | | | | | | | | |
| 1. Cash receipts(2) | 36,546 | 55,842 | 53,760 | 595,387 | 1,230,904 | 375,721 | 945,697 | 756,950 | 187,881 | 4,238,688 |
| 2. Income in kind | 5,150 | 8,841 | 8,293 | 81,288 | 148,049 | 33,952 | 79,273 | 69,689 | 27,463 | 461,998 |
| 3. Supplementary payments(4) | 150 | — | 691 | 22,782 | 9,640 | 666 | 1,414 | 5,983 | 19 | 41,345 |
| 4. Realized gross income (1+2+3) .. | 41,846 | 64,683 | 62,744 | 699,457 | 1,388,593 | 410,339 | 1,026,384 | 832,622 | 215,363 | 4,742,031 |
| 5. Operating and depreciation charges | 30,357 | 45,338 | 44,953 | 499,190 | 978,508 | 234,337 | 552,925 | 493,846 | 127,299 | 3,006,753 |
| 6. Realized net income (4-5) ... | 11,489 | 19,345 | 17,791 | 200,267 | 410,085 | 176,002 | 473,459 | 338,776 | 88,064 | 1,735,278 |
| 7. Value of inventory changes .. | 4,152 | - 1,015 | 3,324 | 9,255 | 45,439 | - 21,418 | 117,232 | 46,673 | 1,732 | 205,374 |
| 8. Total gross income (4+7) | 45,998 | 63,668 | 66,068 | 708,712 | 1,434,032 | 388,921 | 1,143,616 | 879,295 | 217,095 | 4,947,405 |
| 9. Total net income (8-5) | 15,641 | 18,330 | 21,115 | 209,522 | 455,524 | 154,584 | 590,691 | 385,449 | 89,796 | 1,940,652 |
| 1967 | | | | | | | | | | |
| 1. Cash receipts(2) | 33,807 | 55,031 | 48,827 | 634,262 | 1,279,037 | 374,708 | 970,607 | 786,940 | 195,819 | 4,379,038 |
| 2. Income in kind | 5,448 | 9,108 | 8,490 | 82,552 | 165,152 | 36,719 | 87,864 | 76,605 | 29,029 | 500,967 |
| 3. Supplementary payments(4) ... | — | — | — | 2,442 | — | 233 | 1,557 | 1,898 | 7 | 6,137 |
| 4. Realized gross income (1+2+3) .. | 39,255 | 64,139 | 57,317 | 719,256 | 1,444,189 | 411,660 | 1,060,028 | 865,443 | 224,855 | 4,886,142 |
| 5. Operating and depreciation charges | 31,579 | 48,827 | 45,004 | 538,468 | 1,075,166 | 254,985 | 564,062 | 528,184 | 135,899 | 3,222,174 |
| 6. Realized net income (4-5) ... | 7,676 | 15,312 | 12,313 | 180,788 | 369,023 | 156,675 | 495,966 | 337,259 | 88,956 | 1,663,968 |
| 7. Value of inventory changes .. | - 1,501 | - 298 | - 1,662 | - 4,488 | 7,361 | 18,312 | - 108,217 | - 40,071 | - 4,331 | - 134,895 |
| 8. Total gross income (4+7) | 37,754 | 63,841 | 55,655 | 714,768 | 1,451,550 | 429,972 | 951,811 | 825,372 | 220,524 | 4,751,247 |
| 9. Total net income (8-5) | 6,175 | 15,014 | 10,651 | 176,300 | 376,384 | 174,987 | 387,749 | 297,188 | 84,625 | 1,529,073 |

(1) Excludes Newfoundland.

(2) Cash Receipts from Farming Operations.

(3) Payments made under the provisions of the Prairie Farm Assistance Act.

(4) Payments made under the provisions of the Prairie Farm Assistance Act and other government assistance to farmers who suffered losses as a result of adverse weather conditions.

TABLE 4. Farm Income in Kind, by Province

| | P.E.I. | N.S. | N.B. | Que. | Ont. | Man. | Sask. | Alta. | B.C. | Canada(1) |
|-----------------------------------|----------------------|-------|-------|--------|---------|--------|--------|--------|--------|-----------|
| | thousands of dollars | | | | | | | | | |
| <u>1964</u> | | | | | | | | | | |
| 1. Dairy products | 605 | 873 | 859 | 7,871 | 6,259 | 2,657 | 5,013 | 5,042 | 827 | 30,006 |
| 2. Poultry and eggs | 211 | 352 | 512 | 3,076 | 3,490 | 1,577 | 3,784 | 3,450 | 772 | 17,224 |
| 3. Meat | 225 | 554 | 635 | 8,227 | 11,018 | 3,162 | 6,984 | 5,157 | 1,370 | 37,332 |
| 4. Fruits and vegetables(2) | 549 | 1,028 | 881 | 8,131 | 8,342 | 2,553 | 4,194 | 3,903 | 2,041 | 31,622 |
| 5. Honey and maple products | 1 | 5 | 7 | 874 | 150 | 19 | 31 | 33 | 31 | 1,151 |
| 6. Forest products | 462 | 781 | 642 | 9,405 | 3,210 | 771 | 2,017 | 731 | 259 | 18,278 |
| 7. Wool | 2 | 7 | 5 | 38 | 1 | 2 | 5 | 4 | 2 | 66 |
| 8. House rent | 2,655 | 4,749 | 4,414 | 37,248 | 94,675 | 18,010 | 41,436 | 39,084 | 17,192 | 259,463 |
| 9. Totals | 4,710 | 8,349 | 7,955 | 74,870 | 127,145 | 28,751 | 63,464 | 57,404 | 22,494 | 395,142 |
| <u>1965</u> | | | | | | | | | | |
| 1. Dairy products | 603 | 837 | 804 | 7,199 | 5,714 | 2,524 | 4,677 | 4,570 | 804 | 27,732 |
| 2. Poultry and eggs | 226 | 441 | 535 | 3,533 | 3,895 | 1,733 | 4,043 | 4,018 | 786 | 19,210 |
| 3. Meat | 318 | 609 | 600 | 8,288 | 11,058 | 3,381 | 7,336 | 5,870 | 1,302 | 38,762 |
| 4. Fruits and vegetables(2) | 665 | 1,150 | 1,067 | 9,988 | 9,135 | 3,089 | 4,938 | 4,786 | 2,254 | 37,072 |
| 5. Honey and maple products | 1 | 6 | 12 | 875 | 147 | 21 | 30 | 32 | 38 | 1,162 |
| 6. Forest products | 450 | 750 | 600 | 9,400 | 3,100 | 750 | 2,000 | 700 | 250 | 18,000 |
| 7. Wool | 2 | 6 | 6 | 27 | 1 | 2 | 4 | 2 | 1 | 51 |
| 8. House rent | 2,731 | 4,957 | 4,596 | 39,836 | 101,345 | 20,408 | 49,725 | 45,178 | 18,909 | 287,685 |
| 9. Totals | 4,996 | 8,756 | 8,220 | 79,146 | 134,395 | 31,908 | 72,753 | 65,156 | 24,344 | 429,674 |
| <u>1966</u> | | | | | | | | | | |
| 1. Dairy products | 576 | 741 | 761 | 6,117 | 5,468 | 2,316 | 4,436 | 4,170 | 852 | 25,437 |
| 2. Poultry and eggs | 187 | 282 | 340 | 2,710 | 3,069 | 1,498 | 3,052 | 3,508 | 644 | 15,290 |
| 3. Meat | 283 | 652 | 623 | 9,131 | 12,654 | 3,672 | 7,787 | 6,250 | 1,402 | 42,454 |
| 4. Fruits and vegetables(2) | 613 | 1,038 | 983 | 9,247 | 9,401 | 3,078 | 4,721 | 4,317 | 2,215 | 35,613 |
| 5. Honey and maple products | 1 | 6 | 10 | 1,258 | 180 | 21 | 28 | 26 | 36 | 1,566 |
| 6. Forest products | 440 | 735 | 580 | 9,375 | 3,000 | 735 | 1,990 | 675 | 240 | 17,770 |
| 7. Wool | 2 | 6 | 4 | 27 | 2 | 2 | 1 | 2 | 2 | 48 |
| 8. House rent | 3,048 | 5,381 | 4,992 | 43,423 | 114,275 | 22,630 | 57,258 | 50,741 | 22,072 | 323,820 |
| 9. Totals | 5,150 | 8,841 | 8,293 | 81,288 | 148,049 | 33,952 | 79,273 | 69,689 | 27,463 | 461,998 |
| <u>1967</u> | | | | | | | | | | |
| 1. Dairy products | 605 | 732 | 761 | 6,476 | 5,506 | 2,314 | 4,443 | 4,271 | 939 | 26,047 |
| 2. Poultry and eggs | 156 | 243 | 312 | 2,191 | 2,614 | 1,166 | 3,316 | 3,041 | 499 | 13,538 |
| 3. Meat | 294 | 572 | 660 | 9,197 | 12,407 | 3,694 | 8,040 | 6,168 | 1,425 | 42,457 |
| 4. Fruits and vegetables(2) | 566 | 1,110 | 908 | 9,174 | 9,670 | 3,227 | 4,843 | 4,432 | 2,201 | 36,131 |
| 5. Honey and maple products | 1 | 7 | 12 | 974 | 159 | 20 | 25 | 32 | 30 | 1,260 |
| 6. Forest products | 425 | 700 | 550 | 8,500 | 2,600 | 600 | 1,500 | 550 | 200 | 15,625 |
| 7. Wool | -- | 4 | 4 | 15 | 1 | -- | 1 | 1 | 1 | 27 |
| 8. House rent | 3,401 | 5,740 | 5,283 | 46,025 | 132,195 | 25,698 | 65,696 | 58,110 | 23,734 | 365,882 |
| 9. Totals | 5,448 | 9,108 | 8,490 | 82,552 | 165,152 | 36,719 | 87,864 | 76,605 | 29,029 | 500,967 |

(1) Excludes Newfoundland.

(2) Includes potatoes.

-- 500 dollars or less.

TABLE 5. Farm Operating Expenses and Depreciation Charges, by Province

| | P.E.I. | N.S. | N.B. | Que. | Ont. | Man. | Sask. | Alta. | B.C. | Canada(1) |
|---|----------------------|---------------|---------------|----------------|----------------|----------------|----------------|----------------|----------------|------------------|
| | thousands of dollars | | | | | | | | | |
| 1964 | | | | | | | | | | |
| Taxes(2) | 490 | 2,152 | 2,560 | 19,000 | 41,100 | 12,500 | 33,400 | 21,900 | 4,610 | 137,712 |
| Gross farm rent | 113 | 177 | 259 | 2,150 | 22,340 | 13,905 | 40,535 | 31,225 | 2,882 | 113,586 |
| Wages to farm labour | 2,633 | 5,264 | 5,890 | 26,820 | 102,600 | 13,531 | 27,987 | 35,591 | 16,366 | 236,682 |
| Interest on indebtedness(3) | 1,734 | 1,519 | 1,612 | 25,962 | 41,077 | 14,759 | 42,025 | 32,466 | 6,579 | 167,733 |
| Total machinery expenses(4) | 3,292 | 5,462 | 6,636 | 52,217 | 102,087 | 53,009 | 123,407 | 105,656 | 13,230 | 464,996 |
| Petroleum, diesel oil and lubricants | 1,836 | 2,448 | 2,617 | 21,362 | 50,891 | 27,573 | 64,192 | 56,236 | 6,097 | 233,252 |
| Machinery repairs | 910 | 1,507 | 2,473 | 17,719 | 34,169 | 18,234 | 44,853 | 32,450 | 4,262 | 156,577 |
| Other machinery expenses(5) | 546 | 1,507 | 1,546 | 13,136 | 17,027 | 7,202 | 14,362 | 16,970 | 2,871 | 75,167 |
| Fertilizer and lime | 3,184 | 2,124 | 4,156 | 16,278 | 54,679 | 5,543 | 12,171 | 20,243 | 4,430 | 122,808 |
| Other crop expenses(6) | 1,810 | 1,385 | 2,353 | 10,739 | 29,794 | 8,406 | 20,187 | 17,703 | 4,292 | 96,669 |
| Feed(7) | 3,534 | 10,178 | 5,382 | 134,848 | 183,093 | 13,543 | 10,174 | 24,558 | 31,393 | 416,703 |
| Other livestock expenses(8) | 324 | 541 | 381 | 5,103 | 42,845 | 2,457 | 3,464 | 5,627 | 1,345 | 62,087 |
| Repairs to buildings(2) | 1,525 | 2,500 | 2,236 | 17,282 | 31,044 | 3,810 | 10,429 | 8,287 | 2,075 | 79,188 |
| Electricity and telephone | 373 | 466 | 472 | 6,455 | 12,140 | 3,416 | 5,259 | 5,341 | 1,475 | 35,397 |
| Miscellaneous(9) | 1,450 | 2,134 | 2,178 | 29,595 | 56,333 | 8,453 | 18,682 | 18,931 | 5,893 | 143,649 |
| Total operating expenses | 20,462 | 33,902 | 34,115 | 346,449 | 719,132 | 153,332 | 347,720 | 327,528 | 94,570 | 2,077,210 |
| Depreciation on buildings | 1,331 | 2,031 | 1,756 | 21,006 | 48,819 | 9,833 | 22,843 | 20,537 | 7,530 | 135,686 |
| Depreciation on machinery | 2,715 | 2,759 | 3,027 | 33,234 | 66,266 | 36,620 | 90,469 | 73,862 | 8,498 | 317,450 |
| Total operating and depreciation | 34,508 | 38,692 | 38,898 | 400,689 | 834,217 | 199,785 | 461,032 | 421,927 | 110,598 | 2,530,346 |
| 1965 | | | | | | | | | | |
| Taxes(2) | 505 | 2,250 | 2,652 | 20,000 | 42,900 | 13,100 | 34,300 | 22,500 | 4,798 | 143,005 |
| Gross farm rent | 111 | 182 | 268 | 2,251 | 23,115 | 15,090 | 51,910 | 35,665 | 3,086 | 131,678 |
| Wages to farm labour | 2,936 | 5,428 | 5,902 | 30,104 | 111,257 | 14,170 | 29,717 | 36,691 | 17,398 | 253,603 |
| Interest on indebtedness(3) | 2,000 | 1,765 | 1,878 | 30,713 | 48,119 | 16,746 | 47,301 | 36,711 | 7,713 | 192,946 |
| Total machinery expenses(4) | 3,526 | 5,825 | 7,129 | 55,425 | 113,291 | 51,724 | 126,664 | 110,973 | 14,676 | 489,233 |
| Petroleum, diesel oil and lubricants | 1,906 | 2,473 | 2,661 | 22,808 | 54,593 | 25,961 | 66,462 | 57,549 | 6,614 | 241,027 |
| Machinery repairs | 1,010 | 1,674 | 2,746 | 17,532 | 39,324 | 17,817 | 44,502 | 34,507 | 4,688 | 163,800 |
| Other machinery expenses(5) | 610 | 1,678 | 1,722 | 15,085 | 19,374 | 7,946 | 15,700 | 18,917 | 3,374 | 84,406 |
| Fertilizer and lime | 3,673 | 2,477 | 5,227 | 18,622 | 60,209 | 7,086 | 14,137 | 22,688 | 4,674 | 138,793 |
| Other crop expenses(6) | 1,994 | 1,155 | 2,318 | 10,540 | 27,565 | 8,234 | 18,988 | 16,958 | 3,818 | 91,570 |
| Feed(7) | 4,032 | 11,063 | 5,484 | 143,282 | 193,639 | 14,509 | 10,617 | 25,682 | 34,657 | 442,965 |
| Other livestock expenses(8) | 395 | 659 | 460 | 6,322 | 44,829 | 2,881 | 4,036 | 6,642 | 1,639 | 67,863 |
| Repairs to buildings(2) | 1,684 | 2,766 | 2,749 | 19,134 | 33,450 | 4,074 | 10,944 | 8,318 | 1,953 | 85,072 |
| Electricity and telephone | 421 | 504 | 491 | 5,436 | 12,216 | 3,762 | 5,463 | 6,077 | 1,516 | 35,886 |
| Miscellaneous(9) | 1,633 | 2,448 | 2,462 | 31,516 | 61,663 | 9,293 | 22,983 | 19,729 | 6,214 | 157,941 |
| Total operating expenses | 22,910 | 36,522 | 37,020 | 373,345 | 772,253 | 160,669 | 377,060 | 348,634 | 102,142 | 2,230,555 |
| Depreciation on buildings | 1,368 | 2,113 | 1,837 | 22,420 | 52,413 | 11,174 | 27,412 | 23,649 | 8,309 | 150,695 |
| Depreciation on machinery | 2,843 | 2,890 | 3,174 | 34,992 | 70,438 | 40,171 | 97,368 | 77,870 | 8,863 | 338,609 |
| Total operating and depreciation | 27,121 | 41,525 | 42,031 | 430,757 | 895,104 | 212,014 | 501,840 | 450,153 | 119,314 | 2,719,859 |

See footnotes at end of table.



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TABLE 5. Farm Operating Expenses and Depreciation Charges, by Province - Continued

| | P.E.I. | N.S. | N.B. | Que. | Ont. | Man. | Sask. | Alta. | B.C. | Canada(1) |
|---------------------------------------|----------------------|---------------|---------------|----------------|------------------|----------------|----------------|----------------|----------------|------------------|
| | thousands of dollars | | | | | | | | | |
| 1966 | | | | | | | | | | |
| Taxes(2) | 520 | 2,300 | 2,700 | 21,000 | 45,000 | 13,200 | 35,100 | 23,000 | 5,000 | 147,820 |
| Gross farm rent | 110 | 189 | 273 | 2,412 | 23,902 | 15,783 | 68,040 | 44,400 | 3,396 | 158,505 |
| Wages to farm labour | 3,011 | 5,564 | 6,051 | 29,610 | 114,975 | 14,396 | 30,192 | 37,280 | 17,358 | 258,437 |
| Interest on indebtedness(3) | 2,251 | 1,987 | 2,085 | 35,144 | 54,968 | 18,854 | 52,554 | 41,894 | 8,804 | 218,541 |
| Total machinery expenses(4) | 3,772 | 6,305 | 7,544 | 60,466 | 122,709 | 55,129 | 130,977 | 118,798 | 15,904 | 521,604 |
| Petroleum, diesel oil and lubri- | | | | | | | | | | |
| cants | 1,939 | 2,537 | 2,571 | 23,688 | 57,054 | 26,710 | 67,089 | 59,094 | 6,853 | 247,535 |
| Machinery repairs | 1,171 | 1,940 | 3,182 | 20,158 | 44,621 | 19,887 | 47,014 | 39,214 | 5,343 | 182,530 |
| Other machinery expenses(5) | 662 | 1,828 | 1,791 | 16,620 | 21,034 | 8,532 | 16,874 | 20,490 | 3,708 | 91,539 |
| Fertilizer and lime | 4,495 | 3,416 | 6,245 | 23,590 | 61,092 | 14,728 | 20,738 | 26,568 | 5,385 | 166,257 |
| Other crop expenses(6) | 2,361 | 1,275 | 2,635 | 11,324 | 30,989 | 8,858 | 22,193 | 19,147 | 4,623 | 103,405 |
| Feed(7) | 4,984 | 12,081 | 6,104 | 178,816 | 213,003 | 15,571 | 10,701 | 29,133 | 35,350 | 505,743 |
| Other livestock expenses(8) | 434 | 681 | 474 | 6,867 | 59,324 | 3,009 | 4,196 | 6,727 | 1,721 | 83,433 |
| Repairs to buildings(2) | 1,664 | 3,103 | 2,314 | 27,210 | 39,248 | 4,240 | 11,094 | 9,373 | 2,615 | 100,861 |
| Electricity and telephone | 423 | 537 | 497 | 6,129 | 12,655 | 3,858 | 5,765 | 6,389 | 1,524 | 37,777 |
| Miscellaneous(9) | 1,783 | 2,488 | 2,668 | 36,090 | 66,823 | 10,098 | 22,132 | 20,234 | 6,606 | 168,922 |
| Total operating expenses | 25,808 | 39,926 | 39,590 | 438,658 | 844,688 | 177,724 | 413,682 | 382,943 | 108,286 | 2,471,305 |
| Depreciation on buildings | 1,514 | 2,305 | 2,026 | 24,036 | 58,403 | 12,217 | 31,565 | 26,138 | 9,607 | 167,811 |
| Depreciation on machinery | 3,035 | 3,107 | 3,337 | 36,496 | 75,417 | 44,396 | 107,678 | 84,765 | 9,406 | 367,637 |
| Total operating and depre- | | | | | | | | | | |
| ciation | 30,357 | 45,338 | 44,953 | 499,190 | 978,508 | 234,337 | 552,925 | 493,846 | 127,299 | 3,006,753 |
| 1967 | | | | | | | | | | |
| Taxes(2) | 560 | 2,500 | 1,500 | 22,000 | 47,500 | 13,500 | 36,600 | 24,100 | 5,200 | 153,460 |
| Gross farm rent | 116 | 196 | 282 | 2,459 | 25,336 | 16,123 | 47,347 | 41,026 | 3,508 | 136,393 |
| Wages to farm labour | 3,421 | 6,321 | 6,876 | 32,324 | 125,975 | 15,002 | 31,220 | 41,347 | 19,042 | 281,528 |
| Interest on indebtedness(3) | 2,445 | 2,126 | 2,200 | 38,088 | 59,536 | 20,519 | 58,054 | 45,031 | 9,523 | 237,522 |
| Total machinery expenses(4) | 3,932 | 6,605 | 7,654 | 68,602 | 130,406 | 56,153 | 128,410 | 121,404 | 16,424 | 539,590 |
| Petroleum, diesel oil and lubri- | | | | | | | | | | |
| cants | 2,033 | 2,681 | 2,588 | 25,232 | 59,855 | 28,062 | 70,026 | 62,633 | 7,288 | 260,398 |
| Machinery repairs | 1,191 | 1,973 | 3,237 | 25,493 | 48,370 | 19,078 | 40,560 | 37,043 | 4,968 | 181,913 |
| Other machinery expenses(5) | 708 | 1,951 | 1,829 | 17,877 | 22,181 | 9,013 | 17,824 | 21,728 | 4,168 | 97,279 |
| Fertilizer and lime | 4,363 | 3,540 | 5,992 | 24,823 | 67,045 | 18,605 | 27,750 | 37,447 | 5,619 | 195,184 |
| Other crop expenses(6) | 2,142 | 1,333 | 2,430 | 11,182 | 33,636 | 9,145 | 24,392 | 21,187 | 5,295 | 110,742 |
| Feed(7) | 5,298 | 13,446 | 6,440 | 196,876 | 234,942 | 21,395 | 13,098 | 31,668 | 38,355 | 561,518 |
| Other livestock expenses(8) | 406 | 684 | 444 | 7,087 | 76,521 | 3,038 | 4,143 | 6,790 | 1,771 | 100,854 |
| Repairs to buildings(2) | 1,666 | 3,124 | 2,308 | 26,718 | 40,663 | 4,560 | 10,950 | 10,234 | 2,710 | 102,933 |
| Electricity and telephone | 430 | 530 | 496 | 6,415 | 12,961 | 3,867 | 5,881 | 6,656 | 1,528 | 38,764 |
| Miscellaneous(9) | 1,811 | 2,629 | 2,645 | 37,526 | 71,050 | 10,426 | 23,376 | 21,686 | 6,944 | 178,093 |
| Total operating expenses | 26,590 | 43,034 | 39,267 | 474,100 | 925,571 | 192,303 | 411,221 | 408,576 | 115,919 | 2,636,581 |
| Depreciation on buildings | 1,641 | 2,415 | 2,107 | 24,844 | 67,089 | 13,558 | 34,888 | 28,315 | 10,074 | 184,931 |
| Depreciation on machinery | 3,348 | 3,378 | 3,630 | 39,524 | 82,506 | 49,124 | 117,953 | 91,293 | 9,906 | 400,662 |
| Total operating and depre- | | | | | | | | | | |
| ciation | 31,579 | 48,827 | 45,004 | 538,468 | 1,075,166 | 254,985 | 564,062 | 528,184 | 135,899 | 3,222,174 |

(1) Excludes Newfoundland.

(2) Owned land and buildings only.

(3) Mortgage payments on owned land and buildings, together with interest payments on all other farm business debt.

(4) For the farm business.

(5) Tires, anti-freeze, licences, insurance, etc.

(6) Pesticides, nursery stock, irrigation, containers, seed and twine.

(7) Purchases through commercial channels only.

(8) Livestock purchases, artificial insemination charges, purebred livestock registration fees and veterinary expenses.

(9) Fencing, custom work, insurance and other supplies and services not previously specified.