

AgriStability and AgrilInvest Program

2022 Farming Income & Expense Guide

General Information

To be eligible for a program payment, all participants of the AgriStability & AgriInvest Programs are required to complete and submit income and expense information as filed for Income Tax purposes by the deadline.

Deadlines for the 2022 Program Year (2022 tax year)

- By April 30, 2022 – Submit 2022 Enrollment Notice or 2022 Opt Out Form.
- By April 30, 2022 - Pay 2022 AgriStability Fee without Surcharge.
- By December 31, 2022 - Pay 2022 AgriStability Fee with 20% Surcharge.
- After December 31, 2022 - No longer eligible to participate for the 2022 program year.
- By September 30, 2023 – Submit 2022 Farming Income and Expense information.
 - Corporations must file a Statement A - Corporations and Co-Operatives form directly with the PEI AgriStability Administration in Kensington.
 - Individuals and partners must file a T1163 “Statement A - AgriStability Program Information and Statement of Farming Activities for Individuals” with Canada Revenue Agency for income tax purposes.
- By September 30, 2023 - Submit 2022 Supplemental Forms to the AgriStability Administration in Kensington.
- AgriStability Supplemental forms and Corporate Statement A's will be accepted until December 31, 2023 with the following penalties:
 - October 1 - October 31, 2023, inclusive - \$ 500 Penalty
 - November 1 - November 30, 2023, inclusive - \$1,000 Penalty
 - December 1 - December 31, 2023, inclusive - \$1,500 Penalty

For more information on the AgriStability program, please contact:

AgriStability Administration
c/o PEI Agricultural Insurance Corporation
P.O. Box 400
Kensington, PE C0B 1M0
Toll free: 1-855-251-9695 / Fax: (902) 836-8912

visit the physical address: 7 Gerald McCarville Drive, Kensington, PE

www.princeedwardisland.ca/en/information/agriculture-and-land/agristability-program

 **CANADIAN
AGRICULTURAL
PARTNERSHIP**



Canada

Table of Contents

General Information.....	3
Participant Information	4
Farming Income and Expenses	5
Getting Started.....	5
Income	7
Commodity Sales and Program Payments.....	7
Other Farming Income	9
Expenses.....	10
Commodity Purchases and Program Repayments.....	11
Allowable Expenses.....	11
Non-Allowable Expenses	13
Statement of Farming Activities	17
Shareholder/Member Information	18
Privacy and Confidentiality	19
List of Line Codes.....	20
Commodity.....	20
Program Payments.....	25

General Information

Disclaimer

This guide contains general information which is not intended to be a substitute for the legislation, regulations and federal/provincial agreements which are the legal authorities for this program.

Other Important Information

The corporation or any individual is responsible for meeting all deadlines required to participate in the AgriStability program. We recommend the use of registered mail to ensure that the Enrolment Notice and AgriStability program forms are received.

The corporation or any individual must complete all the steps required to participate in the AgriStability program each year to receive benefits. Failure to meet any of the requirements for the current program year will result in a participant(s) being ineligible to receive government contributions in the program year.

As an AgriStability program participant, the corporation or any individual is responsible for knowing and understanding program deadlines and policies. AgriStability Program Guidelines containing this information are available on the AgriStability program web site and on request from the AgriStability Program Administration.

Keeping Records

The AgriStability Program Administration may need to conduct a more detailed review after the initial processing of the AgriStability program forms. Please retain:

- copies of the 2022 AgriStability program forms and related documents;
- copies of the T2-Schedule 1 - Net Income (Loss) for Income Tax Purposes and /or the T1163 “Statement A - AgriStability Program Information and Statement of Farming Activities for Individuals” submitted to the Canada Revenue Agency(CRA); and
- all income and expense records required by the Canada Revenue Agency (CRA).

Information Submitted

The information provided on the AgriStability program forms and attachments is collected by the Agricultural Insurance Corporation under the authority of the *Farm Income Protection Act* (FIPA). By submitting AgriStability program forms, the corporation authorizes the Agricultural Insurance Corporation to share the information on the form with provincial ministers of agriculture and with the administrators of other federal/provincial farm programs. This information is used for the purpose of audit, analysis, evaluation, program development and making special assistance payments.

Corporate information on this form is collected under Canada-Prince Edward Island Implementation Agreement for the Agriculture Policy Framework Agreement and will be used for the purpose of administering programs offered by the Agricultural Insurance Corporation. If you have any questions about this collection of personal information, you may contact the Manager, AgriStability/Agricultural Insurance Corporation, PO Box 400, Kensington, PE, C0B 1M0, or toll free (855) 251-9695. Information may be verified.



Participant Identification

Please provide complete name and address information. All correspondence and payment will be mailed directly to the address provided on the form.

Please provide the corporation's Canadian AgriStability Program Participant Identification number (PIN) if it previously participated in the AgriStability program. This number is used for both the AgriStability and AgriInvest programs.

Enter the Business Number (BN) for the corporate income tax account in the space provided.

To participate in the AgriStability program, the corporation or individual must file a 2022 Canadian income tax return reporting farming business income (or loss).

Contacts Information - Complete this section if the corporation agrees to allow AgriStability administrators to contact accountant/bookkeeper or others directly, to discuss the corporation's file. ***Please contact the AgriStability administration (855-251-0435) if the corporation would like to remove a previous contact.***



Complete all areas on the Statement A form except the Partnership Information (unless corporation was a member of a partnership).

If there is one farming operation complete one Statement A.

If there is more than one farming operation (corporation, single farm and/or one or more partnerships), complete a Statement A form for each of the operations. Submit all statements together in one package. Place the operation number in the box provided at the top of each Statement A page.

Fill out an *AgriStability 2022 Supplemental Form* for each additional operation.

Make sure that each operation on the Statement A matches the number for the operation filled out for the *AgriStability 2022 Supplemental Form*.

Partners (only if corporation was a member of a partnership)

Each participating member of the partnership must submit a Statement A:

- reporting 100% of the partnership's income and expenses; and
- identifying the partners and their share of the partnership on the Partnership Information section of the application.

Landlords with crop share income

If the corporation was a landlord renting out land involved in crop sharing, we consider the payments the corporation received, whether in kind or cash, to be rental income for AgriStability program purposes. This income should be reported on a T776 and should not be reported on Statement A.

Tenant crop share income

- If the corporation has income from a crop share in addition to the entity, combine the totals from both onto one statement.
- Partners, if you are a tenant in a crop share and you have income from a crop share that is separate from the partnership, complete a Statement A as operation #1 of the operations and an additional Statement A for the other operation with the additional Statement A as operation #2; otherwise, we will apply the partnership allocation to the crop share income. Only use this procedure if the corporation was a member of a partnership.
- **Record all of the income/expense items** from the 2022 Statement of Farming Activities on Statement A along with their designated line codes. Line codes not printed on the form are either included in the guide instructions or listed in the Commodity List and the Program Payment List at the back of the guide. **Please round all figures to the nearest dollar.**

Method of Accounting

The corporation must use the same method of accounting (cash or accrual) for the AgriStability program as it reports its financial information to CRA for income tax purposes.

- Use code 1 if the corporation is using the accrual method for tax purposes and the AgriStability program; or
- Use code 2 if the corporation is using the cash method for tax purposes and the AgriStability program.

Identification

Enter the name of the farming operation.

Enter the operation's tax year. Record the year, month and day of the beginning and end of the farming operation's taxation year. The 2022 tax year must end in 2022.

Partnerships (only if the corporation was a member of a partnership). The tax year of a partnership must fall within the tax year of each partner. Indicate the method of accounting filed to the Canada Revenue Agency and to the AgriStability program.

Indicate if the corporation was involved in any of the following:

- a member of a feeder association
- a crop share (landlord)
- a crop share (tenant)

Income

Commodity Sales and Program Payments

Commodity Sales

From the Statement of Farming Activities, record the name, line code, and gross sale amount of each commodity on Statement A. See back of this guide for a list of commodity codes. Contact the Administration if you are unable to locate the appropriate code.

Example:

If the operation has seed potato sales of \$50,000. The following would be recorded:

Potatoes - Line Code 147 - \$50,000

Line 401/402 – Production insurance

Record any income received from Production Insurance for a loss of crops or livestock.

Line 582 - Cull Breeding Swine Program

Record any income received from the Cull Breeding Swine Program.

Commodity Sales Adjustments

If a cheque was received for a commodity sale that is net of expenses that are recognized in the calculation of farming income (loss), report the sale to include the full value of the commodity and report the expenses under the appropriate line code on page 4.

Example:

The receipt from the processor shows gross potato sales of \$10,000, packing costs of \$500 and freight costs of \$1000 leaving a net cheque of \$8,500. Report \$10,000 as gross potato sales and \$1,500 in the appropriate line codes under expenses.

Program Payments

Using the Program Payment List, record the name, program payment code and the amount of each program payment received as compensation for a commodity.

Record program payments not listed on the Program Payment List on line 9540, Other Program Payments.

Program Payment Adjustment

If program payments on the Statement of Farming Activities have been reported net of expenses that are recognized in the calculation of farming income (loss), report the full amount of the payment.

Insurance Proceeds for Allowable Items

Insurance proceeds for allowable items such as fertilizers, chemicals, fuel, etc. should be recorded using line code 406.

Miscellaneous Items

Livestock producers - Include any insurance payments received for losses of livestock as part of the sale amount.

Include **income generated from the use of commodities** with commodity sales. For example, record income from pollination services with bee sales, stud fees with horse sales, etc. If the corporation or individual has used these services, record any amounts paid as a purchase of the corresponding commodity.

If the corporation operated or regularly harvested a **woodlot**, include the sale of trees, lumber, logs, poles, or firewood as income using line code 259. This income is not allowable income for AgriStability program purposes.

Tenants - If the gross sales reported to CRA includes the corporation landlord's share of the crop:

- record as sales, the amount reported to CRA;
- record the corporation landlord's share as a corresponding commodity purchase.

If the corporation gave a commodity to another person as a **payment-in-kind**, record the value as a sale using the line code for the commodity. If the payment was made to settle a business expense, also record the value as an offsetting expense.

The taxable portion of the corporation's **AgriStability Program Payment** should be reported as **farming income** for income tax purposes. Record the amount as Business Risk Management (BRM) and disaster assistance payments, line 9544.

For income tax purposes, **cash advances** are treated as a loan and therefore should not be reported as income.

Income transactions involving **commodity futures** may be recorded as a commodity sale for the AgriStability program if:

- the corporation reported the futures transaction as farming income (loss) for income tax purposes;
- the transaction involves a primary agricultural product that the corporation produced on the farm;
- the transactions are considered a hedging strategy, not speculation.
- Record the futures transactions reported on the Statement of Farming Activities that meet the criteria as follows:
- For futures transactions reported at the gross amount, record the income as a commodity sale using the line code for the commodity. Record related purchases as a commodity purchase using the line code for the commodity.

- For futures transactions reported as a net amount, record the net gain as a commodity sale using the line code for the commodity. Record the net loss as commodity purchase using the line code for the commodity.

Record income from futures transactions involving commodities which the corporation did not produce or were not considered a hedging strategy as other farming income, line 9600. Record losses from futures transactions involving commodities which the corporation did not produce or were not considered a hedging strategy as a non-allowable expense, line 9896.

Other Farming Income

Line 9540 – Other program payments

Record any other program payments received that were not listed on the “**Program Payment List**”.

Line 9544 – Business Risk Management and disaster assistance program payments

Do not include crop/production insurance payments on this line code. They should be reported under the appropriate code found in the Program Payment List.

Record payments the corporation received from the following federal or provincial disaster assistance programs:

- AgriStability Program

If the corporation received an overpayment from any of the programs listed above, report any amount the corporation repaid using the line code of the program.

Line 9574 – Resales, rebates, GST/HST for allowable expenses

Record the total resales and rebates of allowable expenses (including GST/HST rebates) unless the corporation already reduced the expenses by these amounts.

Line 9575 – Resales, rebates, GST/HST for non-allowable expenses, recapture of capital cost allowance (CCA)

Record the total rebates of non-allowable expenses (including GST/HST rebates) unless the corporation already reduced the expenses by these amounts.

Line 9601 – Agricultural contract work

Record the total of incidental farming income from such things as custom or contract work, harvesting, combining, crop dusting or spraying, seeding, drying, packing, cleaning, and treating seeds. Do not include income received from farm machinery rental on this line. See line 9614, Machine rental.

Line 9605 – Patronage dividends

Enter the total patronage dividends (other than those for consumer goods or services) the corporation received during the 2022 tax year. The administration considers a patronage dividend that is a share or a certificate of indebtedness to be income when the corporation received it.

Line 9607 – Interest

Record any interest that was reported as farming business income for tax purposes.

Line 9610 – Gravel

Enter the total amounts the corporation received from the sale of soil, sand, gravel or stone. For some of these items, the corporation can claim a depletion allowance.

Line 9611 – Trucking (farm-related only)

Record any trucking that was reported as farming business income for tax purposes.

Line 9612 – Resales of commodities purchased

Record sales of commodities that the corporation did not produce (i.e., bought for resale) on line 9612. Record the corresponding purchases on line 9827. For example: if the corporation bought a steer and had it less than 60 days or put less than 90 kg (200 lb) of weight on that animal, the income would be put under this line code 9612, and the expense would be put under line code 9827.

Line 9613 – Leases (gas, oil well, surface, etc.)

Record payments the corporation received for leasing farmland for petroleum or natural gas exploration. These payments will be either income or a capital receipt.

Line 9614 – Machine rentals

Record amounts the corporation received from the rental of farm machinery.

Line 9600 – Other (specify)

If the corporation has other types of farming income not listed on the application, enter the total amount of all other types of farming income on line 9600. Then list them on the blank lines provided. This will help ensure processing is not delayed. Record all non-allowable farming income in this section.

Expenses

For AgriStability program purposes, there are three types of expenses:

- commodity purchases and repayment of program benefits;
- allowable expenses; and
- non-allowable expenses.

This information is used to calculate both AgriStability program fee and benefit amounts.

Commodity Purchases and Program Repayments

Use the Commodity list to record the line code, name and the purchase amount of each commodity bought at any stage of maturity. This includes seed, plants, transplants, livestock and marketable products. For example, apple producers should report apple tree purchases using the line code for apples.

Miscellaneous Items

Record bad debts pertaining to sales of commodities as a commodity purchase using the line code for the commodity.

Tenants - if the gross sales reported to Canada Revenue Agency include the corporation landlord's crop share, record the landlord's share of the sale as a commodity purchase.

If the corporation received a commodity from another person as a payment-in-kind, record the value as a non-allowable expense using the applicable line code for the expense. If the corporation sold the commodity, record the sale as other farming income, line 9600.

Allowable Expenses

Line 570 – Other Feed Expenses (itemized)

Enter the total amount the corporation paid to buy prepared feed for livestock.

Line 571 – Prepared Feed Purchases (non-itemized)

Enter the total amount the corporation paid to buy prepared feed for livestock.

Line 574 – Ranch Fur Operators Feed Purchases (non-itemized) (Expense)

Enter the total amount the corporation paid to buy prepared feed for livestock.

Line 9661 - Containers and twine

Enter the total amount the corporation paid for material to package, contain, or ship farm produce or products. If the corporation operated a nursery or greenhouse, enter the cost of containers and pots for the plants sold.

Line 9662 – Fertilizers and soil supplements

Enter the total amount the corporation paid for fertilizers and soil supplements used in the farming business. Examples of soil supplements include mulch, compost, sawdust and weed mats.

Line 9663 – Pesticides and chemical treatments

Enter the total amount the corporation paid for herbicides, insecticides, rodenticides, and fungicides. Insecticides include chemicals for pest control purposes as well as any predators or parasites introduced for that use. Also record the total amount paid for chemicals used in treating

water, manure, or slurry, as well as those used in disinfecting equipment and facilities (including milk house).

Line 9665 – Insurance premiums (crop or production)

Record amounts paid for crop/production insurance premiums. For other insurance premiums see Line 9804 under non-allowable expenses.

Line 9713 – Veterinary fees, medicine and breeding fees

Record amounts paid for veterinary fees, medicine and breeding fees. Examples of such fees include the cost of artificial insemination, embryo transplants, disease testing and neutering or spaying.

Line 9714 – Minerals and salts

Record purchases of minerals, salts, vitamins, and premixes (which are mainly minerals and vitamins).

Line 9764 – Machinery (gasoline, diesel fuel, oil)

Enter the total amount the corporation paid for fuel and lubricants for machinery.

Line 9799 – Electricity

Only the part of the corporation's electricity costs that relates to farming business is deductible. To determine the part the corporation can deduct, keep a separate record of the amounts that apply to the farmhouse and other farm properties. For example, the business part of electricity expense will depend on how much electricity used for the barns and shops.

Since the electricity for the farmhouse is a personal expense, the corporation cannot deduct it unless it meets the conditions explained in "Business-use-of-home expenses." Include expenses for business-use-of-home on line 9896.

Do not include the electricity expense for a house that the corporation rented to someone else. This is a rental expense, which is entered on Form T776, Statement of Real Estate Rentals. This form is in the Rental Income guide.

Line 9801 – Freight and Trucking

Enter the amount the corporation paid for shipping goods. Also include amounts paid for the disposal of carcasses on this line.

Line 9802 – Heating fuel

Enter the total amount the corporation paid for natural gas, coal, and oil to heat farm buildings. Also enter expenses for fuel used for curing tobacco, crop drying, or greenhouses.

The corporation can deduct only the part of these costs that relates to the farming business. To determine the part the corporation can deduct, keep a separate record of the amounts paid for the farmhouse and other farm properties. For example, the business part of heating fuel expense will depend on how much heating fuel used for the barns and shops.

Since heating fuel for the farmhouse is a personal expense, the corporation cannot deduct it unless it meets the conditions explained in “Business-use-of-home expenses.” Include the expenses for business-use-of-home on line 9896, “Other (specify).”

Do not include heating fuel expenses for a house that the corporation rented to someone else. This is a rental expense, which is entered on Form T776, Statement of Real Estate Rentals. This form is in the Rental Income guide.

Line 9815 – Arm's length salaries

Enter the amount of gross wages the corporation paid to employees. Include the cost of board for hired help. Do not include salaries paid to *related persons* (see the definition below). For these, see “Line 9816 – Non-arm's length salaries.”

Related persons are:

- (1) individuals connected by blood relationship, marriage or common-law partnership, or adoption;
- (2) a corporation and an individual, group of persons, or entity that controls the corporation;
- (3) an individual, group of persons, or entity of a related group that controls the corporation; any individual related to a person described in (1) above.

Line 9836 – Commissions and levies

Enter the amount the corporation paid in commissions and levies incurred in the sale, purchase or marketing of commodities. Also include amounts paid in levies to marketing boards, except those due as a result of penalties or fines incurred.

Non-Allowable Expenses

Line 9760 – Machinery (repairs, licences, insurance)

Enter the total amount of repair, licence fee, and insurance premium expenses the corporation incurred for machinery. If the corporation received insurance proceeds to help pay for repairs, see “Insurance proceeds.”

Line 9765 – Machinery lease/rental

Enter the expenses the corporation incurred for leasing machinery used to earn farming income.

Line 9792 – Advertising and promotion costs

Enter the expenses the corporation incurred for advertising and promoting farm products.

Line 9795 – Building and fence repairs

Enter the amounts for repairs to fences and all buildings the corporation used for farming, except the farmhouse. Do not include the value of labour. If the repairs improved a fence or building beyond its original condition, the costs are capital expenditures.

Line 9796 – Land clearing and draining

Enter the total amount for the expenses listed below. In most cases, the corporation can deduct the costs for:

- clearing the land of brush, trees, roots, stones, and so on;
- first ploughing the land for farm use;
- building an unpaved road; and
- installing land drainage.

Line 9798 – Agricultural contract work

Enter the expenses the corporation incurred for custom and contract work in the farming business such as custom harvesting, custom spraying or contract seed cleanup. If the contract work is itemized (eg., fertilizer, fuel) and recorded on the appropriate line code, then the allowable expenses can be included in the AgriStability calculations.

Line 9804 – Other insurance premiums (fire insurance, etc.)

Record any insurance amounts of business-related insurance premiums for farm buildings, farm equipment (excluding machinery and motor vehicles) and business interruption. Do not include any premiums for hail insurance or livestock on this line (See Line 9665).

Line 9805 – Interest (real estate, mortgage, other)

Enter the total amount of interest the corporation paid on money borrowed to earn farming income, such as interest on a loan used to buy a baler. However, do not include the interest on money borrowed to buy a passenger vehicle used in the farming business.

Line 9807 – Memberships/subscription fees

Enter the amount of annual dues or fees the corporation paid to keep membership in a trade or commercial farming association. The corporation cannot deduct club membership dues (including initiation fees) if the main purpose of the club is dining, recreation, or sporting activities.

The corporation can also deduct fees for subscriptions to farming publications used in the farming business.

If the corporation received an AGR-1 slip with a positive amount in box 14, and the amount of the AgriStability program payment does not have the Administrative Cost Share (ACS) fee already deducted, enter the amount paid for ACS on this line.

Line 9808 – Office expenses

Enter the amount of office expenses, such as stationery, invoices, receipt and accounting books, and any other office supplies.

Line 9809 – Legal and accounting fees

In most cases, the corporation can deduct legal fees incurred for the farming business. Also, the corporation can deduct any accounting or bookkeeping fees paid to have someone maintain books and records, and to prepare income tax return and GST/HST returns.

Line 9810 – Property taxes

Enter the total amount of land, municipal, and realty taxes the corporation paid for property used in the business.

Line 9811 – Rent (land, buildings, pastures)

Enter the total amount of rent expense the corporation paid for land, buildings, and pastures used for the farming business.

Line 9816 – Total non-arm's length salaries

Record the total amount of salaries the corporation paid to shareholders/members, and related persons (for partnerships-partners, and related persons). Include the employer portion of Canada or Quebec Pension Plan contributions or Employment Insurance premiums paid for non-arm's length salaries.

Related persons are:

- (1) individuals connected by blood relationship, marriage or common-law partnership, or adoption;
- (2) a corporation and an individual, group of persons, or entity that controls the corporation;
- (3) an individual, group of persons, or entity of a related group that controls the corporation; any individual related to a person described in (1) above.

Line 9819 – Motor vehicle expenses

Business use of a motor vehicle. If the corporation used the motor vehicle for personal and business reasons, the corporation can deduct the part of the expenses that was for farming-business use. Farming-business use includes things such as trips to pick up parts and farm supplies, or to deliver grain. If the shareholders did not live on the farm, then travel between the farm and their home is not business travel.

Line 9820 – Small tools

If a tool costs the corporation less than \$200, enter its full cost. If it costs \$200 or more, add the cost to Capital Cost Allowance charts as class 8 property.

Line 9821 – Soil testing

Enter the amount of expenses the corporation incurred for testing soil samples.

Line 9823 – Licences/permits

Enter the total of annual licence and permit fees that the corporation incurred to run the business.

Line 9824 – Telephone

Do not deduct the basic monthly rate of the home telephone. However, the corporation can deduct any long-distance telephone calls made on the home telephone for farming-business purposes.

If the corporation has a separate telephone to use in the business and it is used for business calls only, deduct its basic monthly rate.

Line 9825 – Quota rental (tobacco, dairy)

Enter the amount of expenses the corporation incurred for quota rentals in the tax year.

Line 9826 – Gravel

Enter the amount of expenses the corporation incurred for gravel used to earn farming income in the tax year.

Line 9827 – Purchases of commodities resold

Record purchases of commodities that the corporation bought for resale then sold. Record corresponding sales of commodities purchased for resale on line 9612. For example: if the corporation bought a steer and had it less than 60 days or put less than 90 kg (200 lb) of weight on that animal, the purchase expense would be put under this line code.

Line 9829 – Motor vehicle interest and leasing costs

Enter the leasing costs for the motor vehicle or the interest on the money borrowed for a motor vehicle.

Line 9935 – Allowance on eligible capital property

Enter the amount of allowance on eligible capital property the corporation calculates.

Line 9936 – Capital cost allowance

Enter the amount of capital cost allowance (CCA) the corporation calculates.

Line 9937 – Mandatory inventory adjustments/prior year

Record the total of any mandatory inventory adjustments (prior year) from the operation's Statement of Farming Activities. Do not record accrual inventories on this line.

Line 9938 – Optional inventory adjustments/prior year

Record the total of any optional inventory adjustments (prior year) from the operation's Statement of Farming Activities. Do not record accrual inventories on this line.

Line 9896 – Other (specify)

The expenses listed on the form are only the most common ones. If the corporation has other non-allowable expenses not listed on the form, enter the total amount on line 9896. Then list the items on the blank lines provided.

Record losses from futures transactions involving commodities which the corporation did not produce or were not a hedging strategy. Record any overpayments that the corporation repaid for any of the disaster assistance programs identified on line 9544.

Other Account Information

The information on the Statement of Farming Activities and Individual Tax Return Information sections of the form is used to calculate the corporation's program benefits and to verify that the information reported on the AgriStability program form is the same as what is reported to Canada Revenue Agency. Completion of these sections is mandatory.

Statement of Farming Activities

Use the operation's Statement of Farming Activities to complete the following information.

Line 9959 – Gross farming income

Record the gross farming income from the operation's Statement of Farming Activities.

Line 9968 – Total farming expenses

Record the total farming expenses from the operation's Statement of Farming Activities.

Line 9969 – Net farming income (loss) before adjustments

Record the net farming income (loss) before adjustments from the operation's Statement of Farming Activities.

Line 9941 – Optional inventory adjustments/current year

Record the total of any current year optional inventory adjustments from the operation's Statement of Farming Activities.

The optional inventory adjustment applies to the corporation only if the cash method of accounting is used for income tax.

Line 9942 – Mandatory inventory adjustments/current year

Record the total of any current year mandatory inventory adjustments from the operation's Statement of Farming Activities.

The mandatory inventory adjustment applies to the corporation only if the cash method of accounting is used for income tax.

Line 9944 – Net farming income (loss) after adjustments

Record the net farming income (loss) after adjustments from the operation's Statement of Farming Activities.

Line 9946 – Net farming income (loss)

Record the net farming income (loss) from the operation's Statement of Farming Activities.

Shareholder/Member Information

Corporations, use the Statement of Share Capital to complete the following.

Name of shareholder/member

Enter the name of each shareholder/member. When a corporation is a shareholder, list the participating shareholders' names.

Partnership Information

Complete this section only if the corporation is a member of a partnership.

Partnership Name

Enter the partnership's name.

Partners' Names

Record the name of each individual, corporate or co-operative partner, starting with the participant's name.

If another partnership is a partner, list the names of the partners in that partnership.

Percentage (%) Share

Record each partner's percentage share based on the allocation of partnership net income/loss reported to Canada Revenue Agency unless:

- interest has been paid on partner's capital, or
- salaries have been paid to partners.

In these cases, exclude these amounts in determining the partner's percentage share.

If another partnership is a partner, determine the beneficial ownership of each individual member.

Example:

The Smith & Smith Partnership owns 60% of the Sunny Skies Partnership. Since Fred Smith Ltd. and Mary Smith Ltd. each own 50% of the Smith & Smith Partnership, each corporation has a 30% beneficial ownership in the Sunny Skies Partnership.

BN

Enter the Business Number (BN) for corporate or co-operative partners if applicable.

Privacy and Confidentiality

The personal and financial information provided to the AgriStability Program Administration will be used only for purposes stated in this guide, or as allowed by law (*Farm Income Protection Act*, the *Income Tax Act* and the *Financial Administration Act*).

The information contained on the corporation's AgriStability program application is confidential. Information will not be given to anyone outside of the AgriInvest and AgriStability Program Administrations and Canada Revenue Agency for verification purposes unless authorized by law or by an authorized signing officer of the corporation/co-operative.

If a representative telephones for information about the account, there must be authorization on file (consent on the AgriStability program form or a letter of authorization). After we check that written authorization has been provided and ask specific questions about the account, the corporation's representative will be given the information. The authorized signing officer may be contacted to confirm the representative's authorization. If there is no authorization on file, we will provide the corporation/co-operative with the information instead.

List of Line Codes

Grains, Oilseeds & Special Crops	Code		Code
Barley	3	Tobacco	269
Beans (dry edible)	4	Triticale	55
Borage	6	Vegetable seed (seed production)	51
Buckwheat	7	Wheat	56
Camelina	282		
Canadian Wheat Board payments	2		
Canary seed	8		
Canola	10		
Chick peas/Garbanzo beans	23		
Corn	11		
Faba beans	12		
Field peas	13		
Flaxseed	14		
Forage (including pellets, silage)	264		
Forage seed	15		
Grain (pellets, screenings, silage)	39		
Hemp	30		
Kenaf	317		
Khorasan wheat/ Kamut	36		
Lathyrus	40		
Lentils	41		
Lupins	42		
Millet	43		
Mixed grain	24		
Mustard seed	44		
Niger seed/Niger thistle	283		
Oats	45		
Oilseed radish	38		
Prepared feed and protein supplements (itemized)	46		
Quinoa	47		
Rice	48		
Rye	49		
Safflower	50		
Soybeans	53		
Spelt	37		
Straw	267		
Sugar beets (including molasses)	268		
Sunflowers	54		

Edible horticulture	Code	Herbs and spices	Code
Flowers (edible)	180	Anise	101
Mushrooms (including spawn)	131	Basil	102
Nuts (all)	140	Caraway seed	103
Weeds (edible)	211	Chervil	158
		Chives	104
Berries		Cilantro	105
Blackberries	66	Comfrey	106
Blueberries	67	Coriander	107
Cranberries	68	Cumin	144
Currants (black, red)	65	Dill	108
Elderberries	74	Echinacea	142
Gooseberries	69	Fennel	110
Haskap	75	Fenugreek	111
Loganberries	70	Fireweed	377
Raspberries	71	Garlic	113
Saskatoon berries	72	Gingko biloba	380
Seabuckthorn	76	Ginseng	114
Strawberries	73	Lavender	379
		Lemon balm	378
Fruit		Marjoram	115
Apples	60	Mint	116
Apricots	91	Monarada	117
Cantaloupe	168	Oregano	118
Cherries (sweet, sour)	92	Parsley	119
Fruit juice	81	Pepper	120
Grapefruit	82	Rosemary	121
Grapes	83	Sage	122
Kiwi fruit	84	Salsify	123
Lemons	85	St. Johns wort	381
Melons	185	Summer savory	125
Nectarines	93	Tarragon	126
Oranges	86	Thyme	127
Peaches	94	Watercress	128
Pears	95		
Plums	96		
Prunes	97		
Watermelon	87		
Wine	88		

Vegetables	Code	Vegetables	Code
Artichokes	160	Stevia	230
Arugula / Rocket	195	Sweet corn	203
Asparagus	161	Sweet peas	204
Beans, fresh	25	Sweet potatoes/ Yams	205
Beets	162	Swiss chard	206
Bok choi	163	Tomatoes	207
Broccoflower	164	Turnips	208
Broccoli	165	Vegetable marrow	209
Brussels sprouts	166	Witloof chicory	212
Cabbage	167	Zucchini	213
Carrots	169		
Cauliflower	170		
Celery	171		
Chinese vegetables	173	Vegetables – Greenhouse	
Collards	174	Cherry tomatoes	233
Cucumbers	175	Cucumbers	234
Eggplant	176	Lettuce	235
Endive	177	Peppers	236
Fiddleheads	179	Tomatoes	237
Gherkins	221		
Green peas	223	Non-edible horticulture	
Horseradish	181	Bedding plants	132
Kale	214	Flowers and ornamental foliage	133
Kohlrabi	182	Fruits and vegetables (non-edible)	134
Leeks	183	Seeds and bulbs	135
Lettuce	184	Shrubs	136
Mustard leaves	186	Sod	137
Okra	227	Trees (cultivated Christmas)	138
Onions	187	Trees (fruit and ornamental)	139
Parsnip	190		
Peppers	191		
Potatoes and by-products	147		
Pumpkins	192		
Radish	193		
Rhubarb	194		
Rutabagas	197		
Shallots	198		
Spinach	201		
Squash	202		

Livestock	Code	Poultry, Fowl	Code
Alpacas	370	Chickens	366
Bees, leaf cutter	312	Chickens (non-supply managed)	590
Bees, honey	374	Chickens, eggs (non-supply managed)	589
Bison	350	Chickens, eggs for consumption	343
Cattle, calves	719	Chickens, eggs for hatching	344
Cattle, cows and bulls	706	Ducks	332
Cattle, fat/slaughter	720	Emus	373
Cattle, feeder	721	Geese	333
Cattle, purebred breeding	722	Ostriches	371
Chinchilla	240	Partridge	323
Deer	352	Pheasants	338
Dogs (kennels and pet breeding excluded)	313	Pigeons	327
Donkeys/Mules	367	Quail	324
Elk	353	Rheas	372
Fox	241	Silkies	326
Goats	354	Taiwanese chickens	325
Groundhogs/Hedgehogs	369	Turkeys	334
Horses	316	Turkeys (non-supply managed)	591
Llamas	355	Turkey eggs	342
Mink	242		
Pot bellied pigs	239	Commodity	Code
Rabbits	356	Bee by-products	375
Reindeer	244	Fish meal	263
Sheep, lambs	723	Honey	129
Sheep, ewes and rams	734	Manure	318
Swine	341	Maple products	130
Wild boar	247	Milk and cream (cattle)	319
		Pollination services fee	376
Custom Feedlots	Code	Pregnant mare urine (PMU)	322
Custom feedlot operator income (itemized invoices) – Qualifying feed and protein supplements	243	Semen and embryos	712
Other custom feeding income (itemized)	576	Wool	328
Custom Feedlot operator income (non itemized invoices) – Qualifying prepared feed	246	Wood	259

Expense feed – Livestock owners and custom feedlot operators with prepared feed purchases			
Prepared feed and protein supplements (itemized)	46		
Other feed charges (itemized)	570		
Prepared feed and purchases (non itemized)	571		
Livestock owners and custom feeding expense			
Livestock owners custom feeding expense (itemized) – Qualifying feed and protein supplements	577		
Other custom feeding expenses (itemized)	572		
Custom feeding expenses (non itemized)	573		
Ranch fur operators with prepared feed purchases			
Ranch fur operators other feed expenses (itemized)	310		
Ranch fur operators feed purchases (non itemized)	574		

Note

For information on any commodities not included in this listing, contact the AgriStability Program Administration.

Program Payment List A

See the following lists to determine the correct code to report the program payment on Statement A or on Statement B. Payments received from programs on the following list are marked with an “X” to show whether they are included in the calculation of your program year production margin for AgriStability, your Allowable Net Sales (ANS) for AgriInvest, or both.

Program payment - included in AgriStability and AgriInvest calculations	AgriStability	AgriInvest	Code
AgriInsurance (production/crop insurance)-Edible horticulture crops	x	x	402
AgriInsurance (production/crop insurance)-Grains, oilseeds, and special crops	x	x	401
AgriInsurance (production/crop insurance)-Non-edible horticulture crops	x	x	470
AgriInsurance (production/crop insurance)-Other commodities, including livestock	x	x	463
Canadian Food Inspection Agency (CFIA) payment for allowable commodities	x	x	663
Canadian Food Inspection Agency (CFIA) payment for other amounts	x		665
Canadian Food Inspection Agency (CFIA) payment for supply managed commodities	x		664
COVID-19 – AgriRecovery – Livestock set aside programs	x	x	699
COVID-19 - Other assistance payments (allowable income)	x		687
COVID-19 - Temporary foreign worker subsidy payments	x		686
COVID-19 - Wage subsidy payments for arm's length salaries	x		684
Crop cover protection program	x		473
Cull breeding swine program (all provinces)	x		582
Dairy Direct Payment Program (DDPP)	x		683
Livestock feed insurance program	x	x	412
Other AgriRecovery program (allowable income)*	x		627
Private hail insurance		x	407
Private insurance proceeds for allowable commodities (production/price/margin insurance)		x	661
Private insurance proceeds for the replacement of allowable commodities	x	x	681
Private insurance proceeds for the replacement of allowable expense items	x		406
Waterfowl/Wildlife damage compensation-Grains, oilseeds, and special crops	x	x	418
Waterfowl/Wildlife damage compensation-Horticulture	x	x	419
Waterfowl/Wildlife damage compensation-Other commodities	x	x	425
Western livestock price insurance program (WLPIP)		x	667
Alberta			
2016 Canada - Alberta bovine tuberculosis assistance initiative (allowable income)	x		674
Nova Scotia			
2016 Canada-Nova Scotia fire blight initiative	x		673
2018 Nova Scotia frost loss program	x		678
Ontario			
Ontario special beekeepers fund	x		552
Prince Edward Island			
2018 Canada-PEI fall harvest recovery initiative	x		680
2021 PEI Potato Seed Recovery Program	x		770
Saskatchewan			
2016 Canada - Saskatchewan bovine tuberculosis assistance initiative	x		675

Program Payment List B

Payments received from programs on the following list are not included in the calculation of your program year production margin for AgriStability or your Allowable Net Sales (ANS) for AgriInvest.

Program payment	Code
Alternate land use services (ALUS)	557
Apple industry growth and efficiency program	669
Canadian agricultural skills service (CASS)	561
Canadian farm business advisory service (CFBAS)	562
Canadian Food Inspection Agency (CFIA) payments-Compensation for non-allowable commodities	587
COVID-19 - Other assistance payments (non-allowable income)	688
COVID-19 - Wage subsidy payments for non-arm's length salaries	685
Dairy Farm Investment Program (DFIP)	682
Dairy subsidies	435
Green plan, farm based program - Permanent cover practices	466
Hog farm transition program	607
Industry transition production assistance program	478
Market revenue insurance (MRI)-Non-edible horticulture crops	474
Market revenue insurance (MRI)-Qualifying edible horticulture crops	411
Market revenue insurance (MRI)-Qualifying grains, oilseeds, and special crops	410
Other AgriRecovery program (non-allowable income)*	632
Production insurance premium adjustment	499
Special farm assistance	560
Tobacco transition program	606
Transitional financial assistance program (TFA)	427
Young farmer rebate	559
Alberta	
2016 Canada-Alberta bovine tuberculosis assistance initiative (non-allowable income)	676
Alberta spring price endorsement	495
British Columbia	
2014 Canada-British Columbia avian influenza assistance initiative	670
2017 Canada-British Columbia wildfire recovery initiative	677
2018 Canada-British Columbia wildfire recovery initiative	679
Manitoba	
Manitoba farmland school tax rebate program	556
Nova Scotia	
2016 Canada-Nova Scotia maple sector initiative	672