

Endorsing 2010-11 delivery permit books for 2011-12 Pre-harvest advances before 2011-12 delivery permit books become available

If the applicant is applying for a Pre-harvest advance before 2011-12 delivery permit books are available, enter the amount of the Pre-harvest advance on the endorsement pages of the applicant's 2010-11 delivery permit book (if one has been issued). In the area provided for production period of advance, indicate '2011-12 Pre-harvest advance'. Deductions are not required for wheat, durum or barley deliveries made before August 1, 2011.

If the applicant does not have a CWB producer ID number, they must apply for a delivery permit. When the 2011-12 delivery permit book is issued, endorse that book for the amount of the cash advance and any repayments that have been made.

- Outstanding cash advances must be transferred to the applicant's 2011-12 delivery permit book (once issued) to ensure the proper deductions are taken.
- Delivery permit books issued to related producers do not have to be endorsed unless the related producer's permit book has been issued in substitution.

Instructions:

For advances recorded in the previous year's delivery permit book, the outstanding balance must be transferred into the new permit book (once issued)

- Transfer all outstanding cash advances to the endorsement pages of the 2011-12 delivery permit book for both actual producers and interested parties.
- List each producer named in the delivery permit book who has an outstanding balance transferred from the 2010-11 delivery permit book.
- Record deductions for all producers listed until the advance plus any accrued interest, legal costs and other collection costs are paid in full. Each applicant is responsible to repay his or her advance.

Default

When a producer applicant is placed in default, the delivery permit book must also be endorsed for the interest. Endorse any delivery permit books issued in substitution and notify the CWB of the additional delivery permit books.

Transfer of accounts to AAFC

When an account has been transferred to AAFC, continue to endorse delivery permit books and take the required deductions. Call AAFC directly at 1-800-282-6249 for refund details and current balances. You can also call us at 1-800-275-4292 or view e-Services for balances which AAFC updates weekly.

Related producers

- Related producers are not eligible for a new advance until the defaulted account is repaid. Deductions are not required.
- Once the applicant's account is paid in full, related producers are eligible for a cash advance providing the applicant has not defaulted in three separate production periods, starting with the 2004-05 production period/crop year.

See next page for an example of delivery permit book endorsement after default.

Examples of delivery permit book endorsement after default and related producers' eligibility

Example 1

Farmer A has an advance under an individual ID.

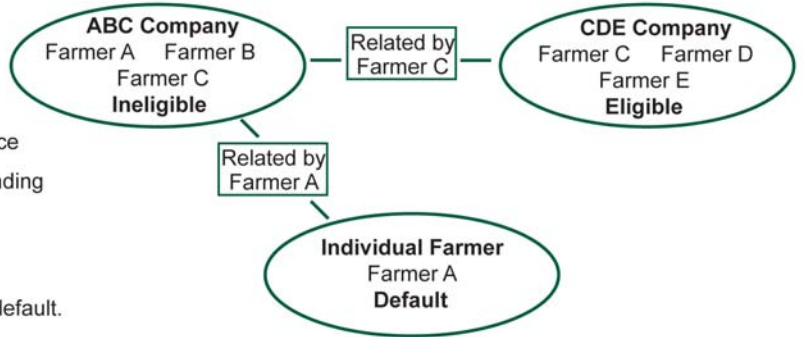
Farmer A goes into default.

Farmer A is also a part of ABC Company.

ABC Company cannot receive an additional advance

Farmer A's book is endorsed for Farmer A's outstanding defaulted advance. Deductions are required from Farmer A's deliveries only.

CDE Company's book is NOT endorsed, nor is CDE Company affected in any way by Farmer A's default.



Example 2

ABC Company has an advance and goes into default.

Because Farmer A is also a part of ABC Company, Farmer A cannot receive an additional advance.

Because CDE Company is related to ABC Company through Farmer C, CDE Company cannot receive an additional advance.

ABC Company's book is endorsed for ABC Company's advance. Deductions are required from ABC Company's deliveries only.

