

When the CWB issues the first contract call of a Series the producer can deliver, without exceeding the contract amount:

the quantity of the grain and grades called

or

45 tonnes per class of the grain called

whichever is greater.

Depending on market conditions, the CWB reserves the right to exclude certain grades from the 45-tonne minimum delivery provision or not offer at all.

Producers cannot deliver more than the amount contracted. For example, if the producer had 20 tonnes of No. 2 Canada Western Amber Durum (CWAD) 13.0 and higher contracted, they can only deliver 20 tonnes using the 45-tonne minimum delivery provision against the first call of the series.

Producers can make additional deliveries against contract calls, once the deliverable amount exceeds what they have delivered under the 45-tonne minimum delivery provision.

The 45-tonne minimum delivery provision applies to the following classes:

Wheat
CWRS
CWHWS
CPSR (Series A only)
CWRW (Series A only)
CWSWS (Series A only)
Durum
CWAD

Example - using the 45-tonne minimum delivery provision

A producer has a delivery contract for 80 tonnes of No. 1 Canada Western Red Spring (CWRS) wheat 13.5 and higher. **Contract calls are announced at 20 per cent.** The producer can deliver 16 tonnes under contract, or up to 45 tonnes under the 45-tonne minimum delivery provision.

The producer chooses to deliver 45 tonnes using the 45-tonne minimum delivery provision. Once 45 tonnes have been delivered, the producer cannot make additional deliveries until the per cent called is greater than the 45 tonnes already delivered.

	Contract amount (tonnes)	Per cent called	Producer's deliverable (tonnes)	Producer's deliveries (tonnes)
1 CWRS 13.5 and higher (1 st call)	80	20%	16	45

Additional contract calls of 60 per cent are announced, bringing the total amount called to 80 per cent. The producer can now deliver an additional 19 tonnes.

	Contract amount (tonnes)	Per cent called	Producer's deliverable (tonnes)	Producer's deliveries (tonnes)
1 CWRS 13.5 and higher (1 st call)	80	20%	16	45
1 CWRS 13.5 and higher (2 nd call)	80	60%	48	19
Total		80%	64	64

The 45-tonne minimum delivery provision applies per class of grain for delivery contracts.

45-tonne minimum delivery provision and reduced acceptance

When there is less than 100-per-cent acceptance on a Series A contract, the unaccepted portion automatically rolls over to a Series B* contract. Likewise, unaccepted portions of a Series B* contract roll over to a Series C* contract. This automatic rollover saves the producer having to sign up unaccepted tonnes.

If a producer has a Series B* contract for 60 tonnes and the CWB acceptance level is 40 per cent, they can use the 45-tonne minimum provision to deliver 45 tonnes. A Series C* rollover contract is automatically created for the 36 unaccepted tonnes. (The 45-tonne minimum is not factored into rollovers.)

At this point, the producer can:

- reduce the Series C* contract to 15 tonnes and deliver this amount using the 45-tonne provision
- deliver the 36 tonnes rolled to Series C*
- cancel the Series C* contract by the deadline date

If the CWB does not accept any of the tonnes offered on a Series, the 45-tonne minimum delivery provision does not apply and no grain can be delivered against the delivery contract.

The 45-tonne minimum delivery provision applies to the grains listed in the side-bar. Using this option, if the producer has delivery contracts for more than one grade within a class, for example No. 1 CWRS 13.5 and higher and No. 2 CWRS 13.5 and higher, the combined deliveries cannot exceed 45 tonnes.

Producers can split the 45 tonnes between two or more contracts if they choose.

Delivering to an elevator

Applying the 45-tonne delivery provision

80% acceptance

20% called

	Offered tonnes	% Called	Max deliverable	Farmer deliveries
No. 1 CWAD13.0+	50	20	10	45
No. 2 CWAD13.0+	90	20	18	
No. 3 CWAD	75	20	15	
Total			43	45
Net deliverable	0			

Additional 20% called, totalling 40%

	Offered tonnes	% Called	Max deliverable	Farmer deliveries
No. 1 CWAD13.0+	50	40	20	45
No. 2 CWAD13.0+	90	40	36	21
No. 3 CWAD	75	40	30	20
Total			86	86
Net deliverable	41 (20 +21)			

Additional 40% called, totalling 80%

	Offered tonnes	% Called	Max deliverable	Farmer deliveries
No. 1 CWAD13.0+	50	80	40	45
No. 2 CWAD13.0+	90	80	72	21 + 46 = 67*
No. 3 CWAD	75	80	60	20 + 40 = 60
Total			172	172
Net deliverable	86 (40+46)			

Total deliverable = 172 tonnes

Producer car provision (PCP)

Producers shipping producer cars are eligible for a one-time, single producer car provision (PCP) on the first contract call of the crop year. This is different than the provision that enables all producers to deliver a minimum of 45 tonnes per class. Producers who exercise the PCP are not eligible for the 45-tonne minimum provision for Series A only. This provision recognizes producers who may not have a large enough contract or sufficient delivery opportunity to fill a producer car at the start of the crop year. The provision allows for the producer to ship a 90 tonne producer car at the beginning of the crop year.

Shipping by producer car

Applying the producer car provision
80% acceptance

20% called

	Offered tonnes	% Called	Max deliverable	Farmer deliveries
No. 1 CWRS 13.5+	50	20	10	
No. 2 CWRS 13.5+	90	20	18	90
No. 3 CWRS	75	20	15	
Total			43	90
Net deliverable	0			

Additional 20% called, totalling 40%

	Offered tonnes	% Called	Max deliverable	Farmer deliveries
No. 1 CWRS 13.5+	50	40	20	
No. 2 CWRS 13.5+	90	40	36	90
No. 3 CWRS	75	40	30	
Total			86	90
Net deliverable	0			

Additional 40% called, totalling 80%

	Offered tonnes	% Called	Max deliverable	Farmer deliveries
No. 1 CWRS 13.5+	50	80	40	40
No. 2 CWRS 13.5+	90	80	72	90
No. 3 CWRS	75	80	60	42
Total			172	172
Net deliverable	82 (40 + 42)			

Total deliverable = 172 tonnes

For more CWB information, please call 1-800-275-4292 or e-mail: farmerservice@cwbc.ca.

*If Series B and Series C delivery contracts are offered.