

Before sign-up deadline

Producers can make changes to their Series contract(s) at any time before the sign-up deadline date as long as the change does not create an over delivery. Elevators can also make these changes on the producer's behalf.

A producer must leave enough tonnes under contract to cover deliveries made in relation to the percentage called.

Example 1

Producer A has a series contract for 400 tonnes of No. 2 CWRS 13.4 and lower.

On the first call in the series, Producer A is entitled to deliver 200 tonnes based on a 50 per cent call.

Tonnes deliverable = 400 tonnes x 50% = 200 tonnes

Producer A delivers 50 tonnes and wants to decrease this contract. The amount that must remain contracted is calculated as tonnes delivered ÷ per cent called.

50 tonnes ÷ 50% = 100 tonnes

Producer A can decrease the contract by up to 300 tonnes (400 – 100 = 300), and must leave 100 tonnes on the contract to avoid creating an over-delivery.

Example 2

Producer B has a 200 tonne Series contract for No. 1 CWRS 13.5 and higher.

On the first call in the series, Producer B is entitled to deliver 100 tonnes based on a 50 per cent call.

Tonnes deliverable = 200 tonnes x 50% = 100 tonnes

Producer B delivers 100 tonnes and wants to decrease this contract. The amount that must remain contracted is calculated as tonnes delivered ÷ per cent called.

100 tonnes ÷ 50% = 200 tonnes

In this case, the contract **cannot be decreased**. A decrease would result in an over-delivery.

Misgrades

Misgrades occur when the grade of grain being delivered is a different grade or protein level than the grade of grain on the original delivery contract.

In the event of a misgrade, producers can decrease or cancel their contract and sign up a new contract for the correct grade and tonnes before the contract deadline date.

Misgrading from milling grade to feed grade

On the first load that is feed quality, up to a maximum of 45 tonnes, the elevator can complete the [2011-12 Guaranteed Delivery Contract \(GDC\) Misgrade to feed wheat or 2011-12 GDC Misgrade to durum](#) form. These forms are used regardless of whether an existing feed GDC offer is available.

The existing Series delivery contract will be reduced, and we will call the elevator with the GDC contract number. Once the elevator has the contract number they can accept delivery.

If the balance of the producer's grain grades feed quality, the elevator should contact their local farm business representative (FBR) to determine if we can accept more of the producer's feed quality grain.

Forms for 2011-12 will be posted on our Web site near the start of the crop year. From our home page at www.cwb.ca click *Forms>view forms for farmers and elevator staff>2011-12 Guaranteed Delivery Contract>GDC Misgrade to feed wheat or GDC Misgrade to durum (No. 4 & 5 CWAD)*.

The CWB reserves the right to withdraw the misgrade policy at any time.

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