
Corporations, partnerships (includes joint producers), cooperatives or other business enterprises (affected by the Related Producers' Provision)

Forms required

ESCAP AH Application form
Additional Priority Agreement form(s) – if required
Declaration and Guarantee form
Related Producers' Declaration form(s)
Participants' Calculation Worksheet form

Corporations, partnerships (including joint producers), cooperatives or other business enterprises must have their application and *Declaration and Guarantee* (D & G) form approved by the CWB before receiving a cash advance.

Note: Continuing D & G forms completed for *SCAP and AMPA* **cannot** be used for the 2006-07 *Enhanced Spring Credit Advance Program*.

The maximum a corporation, partnership (include joint producers), cooperative or other business enterprise can receive is \$100,000 which is interest free.

Pre-approval

Corporations, partnerships (including joint producers), cooperatives or other business enterprises can apply for pre-approval of their 2006-07 *ESCAP D & G* form. Once you have received an authorization letter from the CWB, the applicant can receive the first cash advance payment (Box D) when the *Enhanced Spring Advance Application* and other required forms have been completed.

Only one Continuing D & G form is required for each corporation, partnership (includes joint producers), cooperative or business enterprise for all *ESCAP* advances applied for in the 2006-07 crop year and future crop years, under the farming operation, **provided the structure of the company and share holders, partners, members or owners does not change.**

Note: If changes are made to the corporation, partnership (includes joint producers), cooperative or other business enterprise after the first payment is issued, a new D & G form must be completed and approved before issuance of any additional payment. Farmers whose defaulted cash advances have been forwarded to AAFC for collection will be required to complete a new D & G form when they apply for their next advance. Contact the CWB prior to issuing an advance if unsure whether the D & G form is still valid.

Instructions for completing the Advance Application

Have applicants read page one of the advance application. Advise applicants that by signing the application, they are agreeing to the terms and conditions outlined in these documents.

Complete the applicant and delivery point information section of the form.

- Enter the *Declaration and Guarantee* form number.
- Enter your station fax number to receive faxes of documents for corrections and authorization where a second payment is requested.
- If a company participant does not appear in any other permit book and does not have a producer ID number, we will issue one. When completing the D & G form, leave the space for the participant's producer ID number blank. This number will be provided in the advance approval letter.

Enhanced Spring Credit Advance Program (ESCAP)/After-harvest						
(Program runs from September 1, 2006 to September 30, 2007. Application deadline is May 31, 2007 or sooner.)				567890		
TO THE ELEVATOR MANAGER: before this application is completed, ensure that you and the applicant read and understand "Applicant's eligibility" in the 2006-07 ESCAP advance payments for wheat, durum and barley country elevator guide.						
Do not issue a cash ticket(s) to a corporation, partnership (includes joint producers), cooperative or individual(s) conducting business under a business name, or a colony, until the application has been verified or you have received pre-approval of the ESCAP Declaration and Guarantee or Guarantee for Colonies from the CWB.						
Applicant Information This form must be completed in ink						
Applicant's Last Name BC CORPORATION			Applicant's CWB Identification Number 0 0 0 0 0 1 2 3 4 9	Day 1 5	Month 1 0	Year 0 6
Applicant's Address RR1			Permit Number 0 0 0 0 0 1 2 3 4 9	Company/Delivery Point Code 0 9 9 7 9 9 9 9 0 1		
Date of birth (DD/MM/YY) 15 02 155		Reference Number		Station Name Any station		
Applicant's Telephone No. (306 345-6789)		Applicant's Fax No. (306 345-6788)		Declaration and Guarantee/Guarantee No.		Station Telephone No. / Station Fax No. (306555-3832 / 306555-3833)

For the section regarding related producers, the applicant is affected by the Related Producers' Provision and should check the "YES" box. The applicant requires a *Related Producers' Declaration* form.

ALL APPLICANTS MUST COMPLETE THIS SECTION by answering "Yes" or "No"

Complete the following questions by answering "yes" or "no". Answer "yes" if either statement (or both) is true. If you answer "yes", complete the *Related Producers' Declaration* form and attach it to this advance application.

- Do you appear in other CWB delivery permit books as an individual or as a member of a corporation, cooperative, partnership, or other business enterprise? Yes No
- Do you share the reporting of income or losses from this or any other farming operation with anyone else for the purposes of the *Income Tax Act* (Canada)?

Eligible amount

1. Enter the applicant's total tonnage in storage on the farm including carryover stocks and current crop year production in column i.

- Only include the applicant's stocks of grain.
- For selected barley, include only outstanding tonnage under a *Selected Barley Storage and Delivery Contract* that has been accepted by a selector. Include the contract numbers in the boxes provided. A CWB letter confirming acceptance must have been received.

2. Record tonnages to be used for seed, fed on farm and deliveries to purchase seed in column ii.
3. Calculate the tonnage eligible for delivery to the CWB, column iii, by subtracting column ii from column i.
4. Multiply column iii by the rate per tonne, column iv, to complete the eligible amount, column v.
5. Add the eligible amounts for each grain together and record the total under 1(e).
6. Record the amount of the applicant's unpaid balance of previous 2006-07 wheat, durum and barley advances received under *ESCAP* through this permit book in 1(f). Record the amount of the applicant's previous unpaid advances for wheat, durum and barley applied for or received under this delivery permit book through 2006-07 AMPA in 1(g). Include the unpaid balance for advances transferred from the 2005-06 in *AMPA* program where default has been stayed under this permit book.
7. Enter the result in Box (A) **Total Eligible Amount**.

1. Eligible Amount (indicate amounts in whole dollars and whole tonnes)

Grain	i Applicant's Total Farm Stored Grain (under this permit book)	ii Grain Not Eligible For An Advance Payment Grain To Be Used For Seed, Fed on Farm, or Delivered for Seed Purchases	iii Tonnage Eligible for Delivery to CWB (Column i subtract Column ii)	Maximum Advance Payment Based On Inventory	
				iv Rate Per Tonne	v Eligible Amount (Column iii multiplied by Column iv)
a) Wheat	214		214	\$80.00	\$ 17120
b) Durum				\$75.00	\$
c) Barley	29		29	\$35.00	\$ 1015
d) Sel Bly	103	Accepted selected barley contract numbers must be indicated below.	103	\$60.00	\$ 6180

List accepted selected barley contract numbers. 456780

CWB letter confirming acceptance must have been received. Only selected barley that has been accepted by a selector under contract is eligible.

e) Maximum advance payment based on inventory (add a, b, c and d of column v) **24,315**

f) Applicant's unpaid balance of previous 2006-07 wheat and barley advances received under this permit book through *ESCAP* or *SCAP*

g) Applicant's unpaid balance (including interest) of previous 2006-07 wheat and barley advances applied for or received under this permit book through *AMPA* (include unpaid balance of amounts previously transferred from the 2005-06 *AMPA* program where default has been stayed).

h) Subtract (f)+(g) from (e) and enter the total in box A **Total Eligible Amount 24,315** **A**

Maximum advance

Important: The amounts of previous advances in 2(b) and 2(c) must be previous advances issued to the company. Do not include advances issued or attributed to company participants under other permit books.

- Calculate the maximum cash advance by subtracting the total of 2(b) and 2(c) from 2(a).
- Enter the amount in Box (B) **Maximum Cash Advance**.

2. Maximum Advance If you are an individual affected by the Related Producers' Provision, please complete a Related Producers' Declaration before completing the rest of this form. Companies must complete paragraph 2 before filling out the Related Producers' Declaration.

a) Maximum 2006-07 advance under *ESCAP* **\$100,000**

b) Applicant's previous 2006-07 wheat and barley advances applied for or received through *ESCAP* or *SCAP*

c) Applicant's total previous advances applied for or received through all appearances under *ESCAP* or *SCAP* from all other organizations on all other crops

d) Subtract (b) + (c) from (a) and enter the total in box B **Maximum Cash Advance 100,000** **B**

Complete paragraph 2 and skip to paragraph 4, *Advance Payment* if the applicant does not have a pre-approved *Declaration and Guarantee*. (If land is under irrigation, answer yes in part 3 and complete irrigation form.)

Complete the *Related Producers' Declaration* up to "Current Advance attributed or applied for in this application". See pages 38-39 for instructions on how to complete a *Related Producers' Declaration*.

- Each company participant must complete a separate *Related Producers' Declaration* form listing all permit book appearances and previous advances and those of all related producers.
- If applicants had a previous cash advance for 2006-07 *ESCAP*, they should produce the previous *Related Producers' Declaration* to assist you in completing information regarding previous advances.

Complete the *Participants' Calculation Worksheet* to assist you in determining the amount of the cash advance payment. See instructions on how to complete this form on pages 52-53.

Elevator issuance limitation

Do not complete this section if the application requires CWB approval before a cash ticket can be issued. However, have the applicant answer the irrigation form question. If the applicant has irrigated wheat, durum and/or barley, check the "YES" box and complete an *Application For Irrigation Rate* form (see page 28).

- For applicants without irrigated acres, record all seeded acres that appear in Box (N) of the applicant's *2006-07 Delivery Permit Book* in the space provided in 3(a).
- Multiply the total seeded acres by the seeded acre rate (\$60.00) and enter the result in 3(a). For applicants who are applying for the irrigated rate, transfer the amount from the *Application For Irrigation Rate* form (Total (C+D+E)) to Box 3(a) on the application form.
- List the tonnes of wheat, durum, barley and selected barley that have been delivered, sold or used on the farm by anyone named in the delivery permit book. Multiply each by the rate and enter the results in the spaces provided. When determining the number of tonnes delivered, do not include storage deliveries from a previous crop year settled this crop year. Add the amounts for 3(b) through to 3(e) and enter the total in 3(f).
- In 3(g), list the total 2006-07 wheat and barley advances applied for or received through this permit book through include amounts outstanding under *SCAP, ESCAP or AMPA* by anyone named in this delivery permit book.
- Subtract 3(f) and 3(g) from 3(a) and enter the result in Box (C)

Deduct for grain delivered, sold or used on farm in the 2006-07 crop year.

Elevator Issuance Limitation.

3. Elevator Issuance Limitation - Cannot exceed \$50,000			
I have completed the <i>Application For Irrigation Rate</i> form for grain produced under irrigation			<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
<small>For applications sent to the CWB for approval before issuance of a cash ticket, do not complete this section of the application form.</small>			
Seeded Acres (from box N of applicant's 2006-07 Delivery Permit)			
a) Wheat + Durum + Barley =	1017 acres x \$60	=	61,020
Record grain delivered, sold or used on the farm in 2006-07 by anyone named in the permit book			
b) Wheat	_____ tonnes x \$80.00=	\$ _____	
c) Durum	_____ tonnes x \$75.00=	\$ _____	
d) Barley	_____ tonnes x \$35.00=	\$ _____	
e) Sel. Bly.	_____ tonnes x \$60.00=	\$ _____	
f) Add b, c, d and e	TOTAL		
g) Total previous 2006-07 wheat and barley advances (include amounts outstanding under <i>E SCAP</i> or <i>SCAP</i> or <i>AMPA</i>) under this permit book by anyone named in this permit book			
h) Subtract (f) + (g) from (a) and enter total in box C			61,020 C

How to complete a *Participants' Calculation Worksheet*

For the purposes of this form, each shareholder, partner or member is referred to as a "participant". This form determines the amount the company can receive, based on previous advances applied for or attributed to company participants and the financial interest each participant has in the company.

1. Enter the applicant's CWB ID number.
2. Enter the 6-digit *ESCAP AH Advance Application number*, imprinted in the box on the top-centre of the fall advance application form.
3. Enter the full name of each participant in the spaces provided.

No previous advances

If no previous *ESCAP* or *SCAP* advances have been applied for by or attributed to any company participants, you may proceed to Part II - Applicant Maximum, and enter \$100,000 in Box 5.

Part I - Participant Maximums

This section determines each participant's maximum, based on previous advances applied for or attributed, and their financial interest in the company.

Maximum advance

4. Enter the total amount of *ESCAP* or *SCAP* advances previously applied for by or attributed to the participant from line 5 of the *Related Producers' Declaration*.
5. Subtract previous advances from the participant's maximum of \$100,000 and enter the balance on line A.
6. Enter the per cent interest the participant has in the company.
7. Multiply \$100,000 by the participant's per cent interest in the company and enter the result on line B.
8. Enter the lesser of line A or line B in Box 1.
9. Divide Box 1 by the participant's per cent interest in the company. Enter the total in Box C. This represents the maximum allowable advance for which the participant is eligible.

Part II - Applicant maximum

This section calculates the maximum amount the company is eligible to receive.

10. Enter the lesser of Box C, D, E, or F in Box 5.

Part III - Participants' attribution

This section calculates each participant's share of the total advance and the interest-free portion.

11. In Box 6 enter the amount the company is applying for or enter the amount in Box 5, whichever is less. (Cannot exceed Box A or B on the fall advance application form).
12. Multiply the amount applied for by each participant's interest in the company. Enter the result under "total attributed amount" (lines 1, 2, 3 & 4).

Transfer each participant's total attributable amount to line 4 of their *Related Producers' Declaration*.

Complete line 5 of each *Related Producers' Declaration*. Also see the examples on pages 54-55 of the two completed *Related Producers' Declaration* forms showing the individual's total advance and total interest-free amount attributed to date.

Enhanced Spring Credit Advance Program (ESCAP)/After-harvest Participants' Calculation Worksheet

Applicant's CWB Identification No. **1** | Advance Application No. **2**
 0 | 0 | 9 | 9 | 6 | 6 | 5 | 6 | 6 | 6 | 4 | 5 | 6 | 7 | 8 | 0

To be completed if the applicant is a corporation, partnership (includes joint producers), cooperative or other business enterprise. Shareholders, partners or members are referred to as "Participants". If no previous advances have been applied for or attributed to any of the "Participants", enter \$100,000 in Box 5. If there are more than four participants, refer to page xx of the 2006-07 *Enhanced Spring Credit Advance Program (ESCAP)/After-harvest Country Elevator Guide* for information on completing this document.

PART I - Participant Maximum Maximum Advance

Participant 1 Produce B **3**
 Full Name

Maximum Eligible Amount \$ 100,000
 Subtract previous ESCAP advances (#3 from Related Producers' Declaration) \$ 0 **4**
 Balance Remaining \$ 100,000 **5**
 \$100,000 X 50 **6** (% interest in company) = \$ 50,000 **7**

Box 1
 Lesser of A or B **8** ÷ % interest in company **6** = 100,000 **9** C

Participant 2 Produce C
 Full Name

Maximum Eligible Amount \$ 100,000
 Subtract previous ESCAP advances (#3 from Related Producers' Declaration) \$ 0
 Balance Remaining \$ 10,000
 \$100,000 X 50 (% interest in company) = \$ 50,000 B

Box 2
 Lesser of A or B ÷ % interest in company = 100,000 D

Participant 3
 Full Name

Maximum Eligible Amount \$ 100,000
 Subtract previous ESCAP advances (#3 from Related Producers' Declaration) \$ _____
 Balance Remaining \$ _____ A
 \$100,000 X _____ (% interest in company) = \$ _____ B

Box 3
 Lesser of A or B ÷ % interest in company = _____ E

Participant 4
 Full Name

Maximum Eligible Amount \$ 100,000
 Subtract previous ESCAP advances (#3 from Related Producers' Declaration) \$ _____
 Balance Remaining \$ _____ A
 \$100,000 X _____ (% interest in company) = \$ _____ B

Box 4
 Lesser of A or B ÷ % interest in company = _____ F

PART II - Applicant Maximum

Lesser of Box C, D, E or F 100,000 **10** Box 5

PART III - Participants' Attribution

Participant	Amount Applied for (cannot exceed A or B from Adv. App. or Box 5 above)	Per cent (%) Interest in Company (must equal 100%)	Total Attributed Amount
Participant 1	<u>50,000</u> 11	x <u>50</u> % 6	= \$ <u>25,000</u> 1
Participant 2	Box 6 \$ <u>50,000</u>	x <u>50</u> % 6	= \$ <u>25,000</u> 2
Participant 3		x _____ %	= \$ _____ 3
Participant 4	(transfer to 4(a) of Advance Application)	x _____ %	= \$ _____ 4

12 must equal Box 6

Transfer the total attributable amount for each participant to line 4 of their Related Producers' Declaration.

Five or more participants

- For more than four participants, use additional Participants' Calculation Worksheet forms.
- Follow the instructions for Part 1 as outlined above for each form required.
- For Part II, Box 5, choose the lesser of all boxes labeled C, D, E or F on all forms.
- For Part III, complete the remainder of each form as outlined above.

The advance payment

- Record the amount the applicant is requesting in box (D). Ensure that the applicant's request does not exceed the amounts in boxes (A) or (B) or Box 6, Part III of the *Participants' Calculation Worksheet*.
- Determine the amount you can issue as a first payment. If the **Declaration and Guarantee has been pre-approved and you have received an authorization letter from the CWB**, that amount cannot exceed the elevator issuance limitation Box (C) or \$50,000. The \$50,000 limit includes all previous advances that have been applied for or issued through the permit book by the applicant, including amounts issued on 2006-07 *ESCAP or SCAP*. Enter the amount in Box (E).
- Subtract the amount issued in the first payment Box (E) from the amount requested Box (D) and enter the remainder in Box (F).
- When verification is received from the CWB, issue the second payment for the approved amount Box (F).

If the *Declaration and Guarantee* form has not been pre-approved, indicate "NIL" as the first payment in Box (E) and show amount applied for Box (D) as the second payment Box (F).

4. The Advance Payment	
a) Total advance applied for, must equal first and second payment (cannot exceed box A or B or, if applicable, Box 6 of the <i>Participants' Calculation Worksheet</i>)	50,000 D
b) FIRST PAYMENT paid by elevator manager at date of application (cannot exceed box C or \$50,000) For applications sent to CWB for approval before cash ticket issuance, INDICATE NIL in Box E	50,000 E
c) SECOND PAYMENT to be paid by elevator manager only after verification by CWB (box D subtract box E) If no second payment, INDICATE NIL in Box F	0 F

If total cash advance requested (box D) exceeds box C or \$50,000, CWB approval is required prior to issuing the second payment cash ticket (box F). The \$50,000 limitation includes any previous *E SCAP* or *SCAP* advance payment(s) issued to the applicant through this permit book.

Amounts exceeding \$50,000

If the total applied for Box (D) on the advance application exceeds \$50,000:

- issue a cash ticket for the first payment of \$50,000 Box (E) (cannot exceed Box (C));
- send the application with the first payment cash ticket to the CWB through your head office;
- when verification is received from the CWB, issue the second payment for the approved amount Box (F).

Complete the remainder of the *Related Producers' Declaration* form(s).

Priority Agreement

- Once the application is completed to the end of paragraph 4, ask the applicant to list all applicable financial institutions and secured parties.
- Instruct the applicant to have every financial institution and secured party complete a separate *Priority Agreement*.

Read about *Priority Agreement(s)* on pages 32-33.

Declaration

Have the applicant read and sign the *Declaration* section of the application form.

Please read "Signature Requirements" on pages 16-17.

The declaration section must be fully completed.

Read the *Notice to Elevator Manager* on the application form. **Ensure all provisions have been met before sending the application to the CWB.**

The advance application form consists of three copies:

- Send the white copy to the CWB as indicated below.
- Keep the yellow copy for your records.
- Give the green copy to the applicant.

The CWB must verify the following applications before a cash ticket is issued:

- Requests for a second payment or subsequent advance (where the applicant has exceeded the \$50,000 or elevator issuance limits).
- Advances for corporations, partnerships (includes joint producers), cooperatives, or other business enterprises (unless they have a pre-approved *Declaration and Guarantee*).

If the applicant does not have a pre-approved *Declaration and Guarantee* form, the cash ticket cannot be issued until you receive approval from the CWB.

You must still endorse the permit book now.

We will fax you a copy of the approval letter when it becomes available. The applicant will also receive a copy of this letter in the mail.

If applicable, issue the cash ticket. Please read **"Issuing cash tickets" on page 18.**

The package you are preparing for your head office should include the CWB's copies of:

- completed and signed *Advance Application* (white copy);
- completed and signed *Priority Agreement(s)*;
- completed and signed *Related Producers' Declaration(s)*;
- completed and signed *Application for Irrigation Rate* form (if applicable);
- completed and signed *Declaration and Guarantee* form (if not pre-approved);
- cash ticket (if the advance has been issued); and
- the CWB approval letter if this is the applicant's first advance and pre-approval was received.