



Agriculture and  
Agri-Food Canada

Agriculture et  
Agroalimentaire Canada

# Net Income Stabilization Account



## Corporation / Co-operative Forms & Guide

# 2 0 0 2

## Stabilization Year



Manitoba



Québec



Canada

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**Note: The application is located in the middle of this guide.**

## For More Information

This guide contains general information only which is not intended to be a substitute for the legislation, regulations and federal/provincial agreements which are the legal authorities for this program. For more information on the NISA application or program, please contact us:

**Telephone toll free at:** English: 1-800-665-6472 (8:00 am to 5:00 pm Central Time)  
French: 1-800-665-2776 (8:00 am to 4:00 pm Central Time)  
Fax: 1-204-984-3717

**Mailing address:** NISA Administration  
P.O. Box 6100  
Winnipeg, Manitoba  
R3C 4N3

**Web site address:** [www.agr.ca/nisa](http://www.agr.ca/nisa) (English)  
[www.agr.ca/csrn](http://www.agr.ca/csrn) (French)

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# General Information

## What is NISA?

NISA is a voluntary program designed to help you achieve improved long-term income stability on your farm. You can deposit money annually into an individual NISA account and receive a matching contribution from the federal and participating provincial governments. You can withdraw funds when you need them in lower income years.

## What is CFIP?

CFIP is a program that provides support to producers who are actively farming in Canada when, for reasons beyond their control, there is an extreme reduction in their farm income. This whole-farm program is designed to be compatible with and complement existing federal-provincial safety net programs such as NISA.

If you apply for a CFIP payment, the information you report on your *Statement A* will be used to process your CFIP claim.

## Is this guide for you?

This guide is to be used by:

- corporations
- co-operatives
- communal organizations

## Who can participate?

Generally, anyone reporting farming income or loss for income tax purposes can participate in NISA. Landlords receiving rental income from a crop share arrangement can participate. Status Indians farming on reserves who do not file a tax return can also participate and should disregard any references to the Canada Customs and Revenue Agency in this guide.

A farming business entity holds a NISA account on behalf of its shareholders or members. An entity's annual Eligible Net Sales (ENS) limit is based on allocations from eligible shareholders/members. To be eligible to allocate ENS, shareholders must actively participate in the day-to-day farming operations of the corporation and hold at least 10% of the of the corporation's outstanding common shares (voting and non-voting). Members of a co-operative or communal organization must actively participate in the day-to-day farming operations of the entity.

## How to participate

1. Complete and submit your application to NISA (**c/o Winnipeg Taxation Centre, 66 Stapon Road, Winnipeg MB, R3C 3M2**) by June 30, 2003 to receive maximum deposit entitlements.
2. We will calculate your benefits and issue a Deposit/Withdrawal Options Notice (DWON).
3. Open a NISA account at a participating financial institution by your DWON deadline. Otherwise you will not be considered a NISA participant and will not be entitled to program benefits.
4. Make a deposit and/or request a withdrawal by your DWON deadline. All deposits must be made to your NISA account held in a participating financial institution. To deem a deposit and/or request a withdrawal, complete and submit your DWON response to the NISA Administration (**P.O. Box 6100, Winnipeg MB, R3C 4N3**) by the deadline date.
5. We will process your DWON response and issue a Confirmation Notice confirming your account transactions.

## NISA deadlines

- The full entitlement application deadline (postmark) for corporations, co-operatives and communal organizations for the 2002 stabilization year is June 30, 2003. Applications postmarked after June 30, 2003 will be accepted until December 31, 2003 with a 5% per month reduction to maximum deposit entitlements. Applications postmarked after December 31, 2003 will not be accepted.
- If you received an interim withdrawal for the 2002 stabilization year, you must submit your 2002 NISA application by December 31, 2003 or your account will be closed and you will not be able to participate in the program for two years.
- The deadline for NISA deposits and withdrawals is December 31, 2003 or sixty (60) days following the Deposit/Withdrawal Options Notice (DWON) issue date, whichever is later.
- **Participants whose accounts are on hold as a result of an audit must continue to meet Program deadlines for submission of applications, deposits and Deposit/Withdrawal Options Notice (DWON) responses.**

## How to make an adjustment

A NISA Adjustment request form is now available to submit amendments to your financial information. To get this form, contact NISA or visit the NISA Web site at the address shown on page 3 of this guide. Submit this information and any correspondence concerning your NISA account directly to the NISA Administration (P.O. Box 6100, Winnipeg MB, R3C 4N3).

## Other important information

- You are responsible for submitting your application and DWON response by the deadline date and ensuring they are received by the NISA Administration. We recommend you use registered mail to ensure that your application and DWON response are received.
- You must submit a completed application each year to receive benefits. You can miss filing an application for one stabilization year. However, if you do not file an application for the following stabilization year by the full entitlement deadline (June 30<sup>th</sup>), your account will be closed automatically and the balance of your NISA account will be paid out to you in full. If you are mandatorily opted out, you must miss two years of participation before you can rejoin the program.
- You can voluntarily opt out of the NISA program at any time. If you voluntarily opt out, you may rejoin the program after missing one year of participation if you redeposit all funds which were paid out of the account as a result of opting out. Otherwise, you must wait two years before you can rejoin.
- As a NISA participant, you are responsible for knowing and understanding program deadlines and policies. A NISA Handbook containing this information is available on the NISA Web site and on request from the NISA Administration.

## Administrative Cost Share

There is an annual Administrative Cost Share (ACS) of \$55.00 for participating entities plus \$10.00 for each participating shareholder/member. You are required to pay the ACS for as long as you hold an account even if you do not submit an application. The ACS will be automatically deducted from your account when your application is processed. All withdrawals from Fund 2 are taxable. However, the ACS is a business expense for income tax purposes.

## Keeping records

NISA may need to conduct a more detailed review after the initial processing of your NISA application. Please retain:

- copies of your 2002 NISA application and related documents;
- your Statement of Farming Activities submitted to the Canada Customs and Revenue Agency;
- all income and expense records required by the Canada Customs and Revenue Agency.

## Submitted information

The information provided on the NISA application and its attachments is collected by Agriculture and Agri-Food Canada under the authority of the Farm Income Protection Act (FIPA). By submitting an application, you authorize the Minister of Agriculture and Agri-Food to share the information on your 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.

Your Social Insurance Number (SIN) is collected under the authority of FIPA for matching with information collected under the Income Tax Act. You must provide your SIN in order to participate in the NISA program. Corporations must also provide the entity's Business Number.

Personal information is protected under the Privacy Act and is stored in the Personal Information Bank AGR/P-PU-183. Information is protected from disclosure under Section 20 of the Access to Information Act. Some information may be accessible under the Access to Information Act.

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# Account Information

## Name and Address

- Check to make sure your pre-printed label is correct. If it is, attach it to the Participant Name and Address area. Also provide your day and evening phone numbers in case we need to contact you. If the address label is incorrect or you did not receive one, complete the Participant Name and Address area.
- Complete the Contact Person area if someone else (such as an accountant) has your consent to provide additional information on your behalf. Please indicate if your contact has changed since the last time you completed a NISA application.
- Cheques and account information such as the Deposit/Withdrawal Options Notice (DWON), Confirmation Notice and Annual Account Statement will be mailed directly to you.

## Participant Profile

- Enter the Participant Identification Number (PIN) in the space provided.
- Enter the Business Number (BN) for the corporate income tax account in the space provided.
- Indicate if you are applying for or maintaining your NISA account.

**To apply for an account**, you must file a 2002 Canadian income tax return reporting farming business income (or loss). Crop share rental income received by a landlord entity is also eligible for NISA.

If you are a new or rejoining participant, you must also open a NISA account at a participating financial institution by the deadline date on your Deposit/Withdrawal Options Notice to be considered a NISA participant and to be entitled to program benefits.

**To maintain your account**, submit a completed NISA application each year even if you are not making a deposit or requesting a withdrawal. This information is necessary to calculate your Eligible Net Sales and your Gross Margin. If you do not submit an application, both your Eligible Net Sales and Gross Margin for that year will be deemed to be zero.

- Indicate how the farming business was carried on:
  - **Corporation** - The farming business is an incorporated entity, is beneficially owned by its shareholders, and reports its farming income on a corporate tax return.
  - **Co-operative** - The farming business is an incorporated entity, is beneficially owned by its members, and reports its farming income on a corporate tax return.
  - **Communal organization** - The farming business was carried on as a communal organization which reports farming income on a Trust tax return.
  - **Member of a partnership** - All or part of the farming business was carried on with other partners and;
    - the income and expenses were recorded under the partnership's name;
    - each member reported their allocation of the partnership's net income/loss to Canada Customs and Revenue Agency.
  - **Landlord** - You are a landlord receiving rental income from a crop share arrangement.
- Enter the province of main farmstead (where all/majority of farming took place).
- Enter the province of residence on December 31, 2002 (as reported on your income tax return).
- Enter the number of years the operation has farmed.
- If the corporation has been dissolved, indicate the date of dissolution.

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# Farming Income and Expenses

## Getting started

**You must complete all areas on the application** except the Partnership Information, which you complete only if you are involved in a partnership. If you do not provide the required information it will delay the processing of your application.

**If you have one farming operation** (a single farm or a partnership), complete the Statement A. The Statement A is located in the middle of this guide.

**If you have more than one farming operation** (a single farm and one or more partnerships), complete the Statement A for one of the operations and a Statement B for each of the others. Submit all statements together in one package.

**If you require a Statement B** but did not receive one in your package, call us toll-free at 1-800-665-6472 (NISA).

### **Partners:**

Each participating member of the partnership must submit an application:

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

### **Landlords with crop share income:**

- If you have income from crop share in addition to the entity, combine the totals from both onto one Statement.
- Partners, if you have income from crop share that is separate from the partnership, complete a Statement A for one of the operations and a Statement B for the other. Otherwise, we will apply the partnership allocation to the crop share income.

**Record all of the income/expense items** from your 2002 Statement of Farming Activities on Statement A or B along with their designated line codes. Line codes not printed on the application 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

If you maintain cash financial records, prepare cash financial statements and file on the cash basis to Canada Customs and Revenue Agency, you must also file to NISA on the cash basis. Transfer the income and expenses from your Statement of Farming Activities onto the application as per the instructions in the guide.

If you maintain accrual financial records, prepare accrual financial statements (using Generally Accepted Accounting Principles) and file on the accrual basis to Canada Customs and Revenue Agency, you must also file to NISA on the accrual basis. Transfer the income and expenses from your Statement of Farming Activities onto the application as per the instructions in the guide. You must also record the change between opening and closing inventory for each individual income and expense item.

Once you file to NISA on the accrual basis, you must file to NISA on the accrual basis for as long as you hold an account.

**If you maintain your financial records on the accrual basis** (e.g., original books of entry, ledgers and subsidiary ledgers) and **file on the cash basis to Canada Customs and Revenue Agency**, you can file to NISA on either the cash or the accrual basis.

- If you choose to file on the **cash basis** for NISA, you must record the change between the opening and closing accounts receivable, accounts payable and prepaid expenses for each individual income and expense item. Opening and closing inventories calculated on the accrual basis are not recognized on the cash basis. An **Accrual to Cash Conversion Worksheet** is available on request to assist you in calculating the cash value for each individual income and expense item recorded on your accrual financial statement.
- If you choose to file on the **accrual basis** for NISA, you must notify NISA in writing that you are changing your method of reporting.

Once you change your method of reporting from cash to accrual, you must file to NISA on the accrual basis for as long as you hold an account.

## Identification

- Enter the type of farming operation.
- Enter the operation's fiscal period. Record the year, month and day of the beginning and end of the farming operation's taxation year. The 2002 fiscal period must end in 2002.

**Partnerships:** The fiscal period of a partnership must fall into the fiscal period of each partner.

- Indicate the method of accounting filed to the Canada Customs and Revenue Agency and reported to NISA. Enter:
  - **code 1** if you are using the accrual method for tax purposes and NISA;
  - **code 2** if you are using the cash method for tax purposes and NISA; or
  - **code 3** if you are using the cash method for tax purposes and the accrual method for NISA.
- Enter the operation's total area (cultivated, owned and rented).

## Income

### COMMODITY SALES AND PROGRAM PAYMENTS

#### Point of Sale Criteria

Revenues and expenses recognized in the calculation of farming income (loss) by Canada Customs and Revenue Agency are also recognized by NISA if:

- you produce the commodity on your farm;
- your commodity is separate and identifiable from other producers' commodities;
- you bear full direct risk for the commodity;
- you have a separate billing or accounting transaction clearly showing the commodity sales value and any deductions from the commodity sales value.

#### Qualifying Commodity Sales

- If the commodity sales on your Statement of Farming Activities meet these criteria, record the line code, name and gross sale amount of each qualifying commodity on Statement A or B. See page 11 for a list of commodity codes.

**Example:** You have seed potato sales of \$50,000. You would record:

147 Potatoes	\$50,000
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- If you use the **accrual method of accounting** for NISA purposes, all changes in opening and closing commodity inventories must be allocated to the applicable commodity income line codes. Commodity sales are reduced by the amount of the opening inventory and increased by the amount of the closing inventory. If this year is your first year of farming, your opening inventory will be zero, so you will only add the closing inventory amount to your commodity sales.

**Example:** You have wheat sales of \$50,000, with opening inventory of \$20,000 and closing wheat inventory of \$10,000. You would record:

056 Wheat Sales	\$50,000
056 Wheat sales opening inventory	(\$20,000)
056 Wheat sales closing inventory	\$10,000

#### Commodity Sales Adjustments

- If you received a cheque for a qualifying 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.

**Example:** Your receipt from the processor shows gross apple sales of \$10,000, packing costs of \$1,000 and marketing board fees of \$500 leaving you a net cheque of \$8,500. You would report \$10,000 as your gross apple sales and \$1,500 as an eligible expense.

- If the qualifying commodity sales on your Statement of Farming Activities include amounts recognized in the calculation of farming income (loss) that have been incurred after the point of sale, you must adjust your sales to reflect the value of the commodity at the point of sale.

**Example:** Your cash ticket from the elevator shows gross wheat sales of \$7,000, freight charges of \$1,500 and elevation charges of \$300. Report the gross wheat sales as income (commodity sale). Treat the freight and elevation charges as a qualifying commodity purchase (not an eligible expense), because this expense was incurred after you delivered your grain to the elevator. This will ensure your Eligible Net Sales are calculated correctly. At this point, your commodity was no longer identifiable. In addition, you were no longer at risk for the value of the commodity.

#### Program Payments

- Using the Program Payment List on pages 21 and 22, record the program payment code, name and the amount of each program payment received as compensation for a commodity. Record each program payment in the same part of Statement A or B as the commodity it was paid on.
- Record program payments not listed on the Program Payment List on line 9540, Other Program Payments.



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### **Program Payment Adjustments**

- If the qualifying program payments on your 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.

**Example:** Insurance program premiums of \$2,000 were deducted from proceeds of \$6,000, leaving a net cheque of \$4,000. You would report \$6,000 as a program payment and \$2,000 as an eligible expense.

### **Self Directed Risk Management (SDRM) Program**

- If you are an Ontario producer of edible horticulture commodities (excluding nuts and mushrooms) or a New Brunswick producer of apples, blueberries, strawberries or potatoes, you may be eligible to participate in the SDRM program. Check the SDRM column on the commodity list to see if your commodities qualify. If they do, enter the commodity code, the name of the commodity, and the sales amount on the Statement C - Statement of Farming Activities for Ontario and New Brunswick Self Directed Risk Management (SDRM). Add up all the sales and enter the total at the bottom line. Copy the total from the income column on Statement C onto the line called "SDRM total from Statement C (if applicable)" on Statement A or B. Contact NISA if you require a Statement C but did not receive one in your package.

### **Custom feedlot operator income**

- Custom feedlot operators feeding cattle, calves, swine, sheep and lambs are eligible for NISA entitlements based on the value of qualifying grain they produce and feed to custom-fed livestock.
- If your custom feeding invoices **are itemized**:
  - record qualifying feed and protein supplements as a prepared feed sale using line code 243;
  - record non-qualifying feed as a commodity sale using the line code for the commodity;
  - record other charges itemized separately as agricultural contract work, line 9601.
- If your custom feeding invoices **are not itemized**:
  - record 50% of the total amount invoiced as a prepared feed sale using line code 246;
  - record the remaining 50% as agricultural contract work, line 9601.

### **Prescribed drought region (PDR)**

- For NISA purposes, only the sales (income) you report in 2002 will be used to calculate your eligible net sales for the 2002 stabilization year.
- Report the income you received from the sale of breeding animals as a commodity sale using the line code for the commodity. Report the amount you deferred as a commodity purchase using the line code for the commodity.

### **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 you have used these services, record any amounts paid as a purchase of the corresponding commodity.
- **Landlords**, if you recorded income from crop share as rental income to Canada Customs and Revenue Agency, record your gross share of the total sales on Statement A or B using the line code for the commodity.
- **Tenants**, if the gross sales you reported to Canada Customs and Revenue Agency include your landlord's share of the crop:
  - record as sales the amount you reported to Canada Customs and Revenue Agency;
  - record your landlord's share as a corresponding commodity purchase.
- If you 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 your **NISA payment** should be reported as investment income for income tax purposes. However, if you have reported this income on your Statement of Farming Activities, record the amount as other farming income, line 9600.
- Do not include **current year inventory adjustments** (mandatory or optional) as income. Record them on lines 9941 and 9942.
- 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 NISA if:
  - you reported the futures transaction as farming income (loss) for income tax purposes;
  - the transaction involves a primary agricultural product that you produced on your farm.
- Record the futures transactions reported on your Statement of Farming Activities that meet the criteria as follows:
  - for futures transactions reported at the gross amount, record the income as a qualifying or non-qualifying commodity sale using the line code for the commodity. Record related purchases as a qualifying or non-qualifying commodity purchase using the line code for the commodity.
  - for futures transactions reported as a net amount, record the net gain as a qualifying or non-qualifying commodity sale using the line code for the commodity. Record the net loss as a qualifying or non-qualifying commodity purchase using the line code for the commodity.
- Record income from futures transactions involving commodities which you did not produce as other farming income, line 9600. Record losses from futures transactions involving commodities which you did not produce as a non-eligible expense, line 9896.

## OTHER FARMING INCOME

### ***Line 9540, Other program payments***

- Record any program payments not listed on the Program Payment List. This would include payments such as the Canada-Manitoba Adjustment Program (CMAP) and the Canada-Saskatchewan Adjustment Program (CSAP).

### ***Line 9544, Disaster assistance program payments***

- Record payments you received from the following federal or provincial disaster assistance programs.
  - Agricultural Income Disaster Assistance (AIDA) Program in Saskatchewan, Manitoba, Nova Scotia, Newfoundland, New Brunswick and Prince Edward Island;
  - Aide en cas de catastrophe liée au revenu agricole (ACRA) in Quebec;

- Canadian Farm Income Program (CFIP) in Saskatchewan, Manitoba, Nova Scotia, Newfoundland, New Brunswick and Prince Edward Island;
  - Farm Income Disaster Program (FIDP) in Alberta;
  - Ontario Whole Farm Relief Program (OWFRP) and the Ontario Farm Income Disaster Program (OFIDP);
  - Whole Farm Insurance Pilot (WFIP) Program in British Columbia;
- If you received an overpayment from any of the programs listed above, report any amount you repaid on line 9896.

### ***Line 9574, Resales and rebates, GST/HST for eligible expenses***

- Record the total resales and rebates of eligible expenses (including GST/HST rebates) unless you already reduced your expenses by these amounts.

### ***Line 9575, Resales and rebates, GST/HST for non-eligible expenses, recapture of capital cost allowance (CCA)***

- Record the total rebates of non-eligible expenses (including GST/HST rebates) unless you already reduced your 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 9607, Interest***

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

### ***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 you did not produce (i.e., bought for resale).
- Record the corresponding purchases on line 9827.

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

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

**Line 9614, Machine rental**

- Record amounts you received from the rental of your farm machinery.

**Line 9600, Other (specify)**

- If you have 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 other farming income which is not commodity-related in this section.

## Expenses

For NISA purposes, there are three types of expenses:

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

This information is used to calculate both NISA deposit and withdrawal amounts.

### COMMODITY PURCHASES AND PROGRAM REPAYMENTS

Use the Commodity list on page 14 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.

**If you are an Ontario or a New Brunswick producer,** check the SDRM column on the list to see if your commodities qualify. If they do, enter the commodity code, the name of the commodity, and the purchase amount on the Statement C - Ontario and New Brunswick Self Directed Risk Management (SDRM). Copy the total expenses from Statement C onto the line called "SDRM total from Statement C (if applicable)" on Statement A or B.

**Livestock owners and custom feedlot operators with prepared feed purchases**

- If your purchase invoices of prepared feed and protein supplements are itemized:
  - record qualifying feed and protein supplements as a prepared feed purchase on line 046;
  - record non-qualifying feed as a commodity purchase using the line code for the commodity;
  - record other charges itemized separately as an eligible expense on line 9714.
- If your purchase invoices of prepared feed and protein supplements are not itemized:
  - record 65% of the total purchases as a prepared feed purchase on line 046;
  - record the remaining 35% as an eligible expense on line 9830.

**Livestock owners with custom feeding expenses**

- If your purchase invoices are itemized:
  - record qualifying feed and protein supplements as a prepared feed purchase on line 046;
  - record non-qualifying feed as a commodity purchase using the line code for the commodity;
  - record other charges itemized separately as an eligible expense on line 9714.
- If your purchase invoices are not itemized:
  - record 50% of the total purchases as a prepared feed purchase on line 046;
  - record the remaining 50% as an eligible expense on line 9831.

**Ranch fur operators with prepared feed purchases**

- Record prepared feed purchases on line 046. Enter the lesser of:
  - the total purchases of prepared feed and protein supplements where ingredients are itemized separately on your invoice; or
  - 20% of your total prepared feeds and protein supplements purchases.
- Record the balance as a non-qualifying commodity purchase using line code 310.

### **Miscellaneous Items**

- Record the **repayment of a program benefit** as a purchase using the line code for the program.
- Record **bad debts** pertaining to sales of commodities (qualifying or non-qualifying) as a commodity purchase using the line code for the commodity.
- **Tenants**, if the gross sales you reported to Canada Customs and Revenue Agency include your landlord's crop share, record the landlord's share of the sale as a commodity purchase.
- **Landlords**, record only your share of the commodity purchases.
- If you received a commodity from another person as a **payment-in-kind**, record the value as an eligible or non-eligible expense using the applicable line code for the expense. If you sold the commodity, record the sale as other farming income, line 9600.

### **ELIGIBLE EXPENSES**

- **Landlords**, record only your share of eligible expenses on Statement A or B.
- If you use the **accrual method of accounting** for NISA purposes, all changes in opening and closing expense-related inventories should be allocated to the applicable expense line codes. Expense amounts are increased by the amount of the opening inventory and decreased by the amount of the closing inventory for the applicable expense item. If this is your first year of farming and your opening expense related inventory is zero, you will only subtract the closing inventory amount from the applicable expense amount.

**Example:** You have a fertilizer expense of \$100,000, with an opening fertilizer inventory of \$30,000 and a closing fertilizer inventory of \$10,000. Record the \$20,000 decrease in fertilizer inventory as follows:

9662 Fertilizer and lime	\$120,000
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#### **Line 9663, Pesticides**

- Record amounts paid for pesticides or chemicals.
- Record seed treatment as an eligible expense if the treatment was itemized separately from the seed purchase on your original invoice. Otherwise, include the treatment as part of the commodity purchase.

#### **Line 9665, Insurance premiums (Crop)**

- Record amounts paid for crop insurance premiums.

#### **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 9798, Agricultural contract work**

- Record amounts paid for services provided in the farming business such as custom harvesting, custom spraying or contract seed cleaning.
- Record seed cleaning as an eligible expense if the cleaning was itemized separately from the seed purchase on the original invoices. Otherwise, include the cleaning as part of the commodity purchase.

#### **Line 9804, Other insurance premiums**

- Record any insurance amounts of business related insurance premiums for farm buildings, farm equipment (excluding machinery and motor vehicles) and business interruption.

#### **Line 9815, Total arm's length salaries**

- Record the total amount of salaries the operation paid to employees except those paid to shareholders, members, their spouses, and their dependants (for partnerships - partners, spouses, and dependants.)
- Include the employer portion of Canada or Quebec Pension Plan contributions and Employment Insurance premiums paid for arm's length salaries.

#### **Line 9816, Total non-arm's length salaries**

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

#### **Line 9897, Other (specify)**

- The expenses listed on the form are only the most common ones. If you have other eligible expenses not listed on the form, enter the total amount on line 9897. Then list the items on the blank lines provided. Include other operating or input expenses used to produce your agricultural commodities.

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## NON-ELIGIBLE EXPENSES

- **Landlords**, record only your share of non-eligible expenses on Statement A or B.

### ***Line 9827, Purchases of commodities resold***

- Record purchases of commodities that you bought for resale then sold.
- Record corresponding sales of commodities purchased for resale on line 9612.

### ***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 (for details on reporting accrual inventories, see Method of Accounting on page 5 and accrual method of accounting examples on pages 5 and 10).

### ***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 (for details on reporting accrual inventories, see Method of Accounting on page 5 and accrual method of accounting examples on pages 5 and 10).

### ***Line 9896, Other (specify)***

- The expenses listed on the form are only the most common ones. If you have other non-eligible 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 you did not produce.
- Record any overpayments that you repaid for any of the disaster assistance programs identified on line 9544.

---

# Other Account Information

The information on the Statement of Farming Activities and Corporate Tax Return Information sections of the application is used to calculate your withdrawal entitlement and to verify that the information reported on your NISA application is the same as what you reported to Canada Customs and 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 you only if you use the cash method of accounting for income tax. If you are using the accrual method of accounting for NISA but the cash method for tax purposes, do not include accrual inventories from your financial statements on this line. See page 5, Method of Accounting, for more information.

### ***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 you only if you use the cash method of accounting for income tax. If you are using the accrual method of accounting for NISA but the cash method for tax purposes, do not include accrual inventories from your financial statements on this line. See page 5, Method of Accounting, for more information.

### ***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.

## CORPORATE TAX RETURN INFORMATION

Use the operation's corporate tax return to complete the following information.

### ***Line 840, Net income***

- Record the net income as reported on the corporate tax return. Co-operatives and Trusts record net income before disbursements.

### ***Line 9965, Taxable capital gain resulting from a foreclosure or forced sale of farm land***

- Record the portion of any taxable capital gain reported on the corporate tax return resulting from a foreclosure or forced sale of farm land.

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## SHAREHOLDER/MEMBER INFORMATION

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

**Line 854, Total number of outstanding common shares (voting and non-voting)**

- Enter the total number of outstanding common shares (voting and non-voting) held by shareholders.

**Line 865, Number of members in co-operative**

- Complete this line only if the operation is a co-operative.

**Name of shareholder/member**

- Enter the name and Social Insurance Number (SIN) of each shareholder/member **who actively** participated in the day-to-day farming operations of the corporation/co-operative. When a corporation is a shareholder, list the participating shareholders' names and Social Insurance Numbers.
- Communal organizations may designate up to 10 members who meet the criteria for participation.

**Line 855, Number of common shares (voting and non-voting) per shareholder**

- **Corporations**, enter the number of common shares held by each shareholder **who actively participated** in the day-to-day farming operations of the entity.

## PARTNERSHIP INFORMATION

Complete this section only if the operation is 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 Customs and 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.

**SIN or BN**

- Enter the Social Insurance Number (SIN) for each individual partner.
- Enter the Business Number (BN) for corporate or co-operative partners if applicable.

# Commodity List

Qualifying

Non-qualifying

**Note:** For information on any commodities not included in this listing, please contact NISA. See page 7 for further information on the SDRM program available in Ontario and New Brunswick.

COMMODITY	NISA Code	Ont. SDRM	NB SDRM	BC	AB	SK	MB	ON	QC	PE	NB	NS	NL
<b>GRAINS, OILSEEDS AND SPECIAL CROPS</b>													
Barley (seed)	003	No	No										
Barley (feed)	018	No	No										
Beans (dry edible)	004	No	No										
Borage	006	No	No										
Buckwheat	007	No	No										
Canadian Wheat Board Payments	002	No	No										
Canary Seed	008	No	No										
Canola	010	No	No										
Chick peas/Garbanzo beans	023	No	No										
Corn (seed)	011	No	No										
Corn (feed)	019	No	No										
Faba Beans	012	No	No										
Field Peas (seed)	013	No	No										
Field Peas (feed)	022	No	No										
Flaxseed	014	No	No										
Forage (including pellets, silage)	264	No	No										
Forage Seed	015	No	No										
Grain (pellets, screenings, silage)	039	No	No										
Hemp	030	No	No										
Lathyrus	040	No	No										
Lentils	041	No	No										
Lupins	042	No	No										
Millet	043	No	No										
Mustard Seed	044	No	No										
Oats (seed)	045	No	No										
Oats (feed)	020	No	No										
Oilseed Radish	038	No	No										
Prepared Feed and Protein Supplements	046	No	No										
Quinoa	047	No	No										
Rice	048	No	No										
Rice, Wild	270	No	No										
Rye	049	No	No										
Safflower	050	No	No										
Soybeans, including canatto, nato (seed)	053	No	No										
Soybeans, including canatto, nato (feed)	057	No	No										
Straw	267	No	No										
Sugar Beets (including molasses)	268	No	No										
Sunflowers	054	No	No										



# Commodity List

Qualifying

Non-qualifying

COMMODITY	NISA Code	Ont. SDRM	NB SDRM	BC	AB	SK	MB	ON	QC	PE	NB	NS	NL
Tobacco	269	No	No										
Triticale	055	No	No										
Vegetable Seed (seed production only)	051	No	No										
Wheat (seed)	056	No	No										
Wheat (feed)	021	No	No										
<b>EDIBLE HORTICULTURE</b>													
Apples & By-Products	060	Yes	Yes										
<b>Berries</b>													
Black/Red Currants	065	Yes	No										
Blackberries	066	Yes	No										
Blueberries	067	Yes	Yes										
Cranberries	068	Yes	No										
Gooseberries	069	Yes	No										
Loganberries	070	Yes	No										
Raspberries	071	Yes	No										
Saskatoon Berries	072	Yes	No										
Strawberries	073	Yes	Yes										
Tame Elderberries	074	Yes	No										
<b>Fruit</b>													
Fruit Juice (except apple)	081	Yes	No										
Grapefruit	082	Yes	No										
Grapes	083	Yes	No										
Kiwi Fruit	084	Yes	No										
Lemons	085	Yes	No										
Oranges	086	Yes	No										
Watermelon	087	Yes	No										
Wine (except apple)	088	Yes	No										
<b>Fruit - Tender</b>													
Apricots	091	Yes	No										
Cherries (sweet, sour)	092	Yes	No										
Nectarines	093	Yes	No										
Peaches	094	Yes	No										
Pears	095	Yes	No										
Plums	096	Yes	No										
Prunes	097	Yes	No										
<b>Herbs and Spices</b>													
Anise	101	Yes	No										
Basil	102	Yes	No										
Borage (herb)	146	Yes	No										
Caraway Seed	103	Yes	No										
Chives	104	Yes	No										
Cilantro	105	Yes	No										

# Commodity List

Qualifying

Non-qualifying

COMMODITY	NISA Code	Ont. SDRM	NB SDRM	BC	AB	SK	MB	ON	QC	PE	NB	NS	NL
Comfrey	106	Yes	No										
Coriander	107	Yes	No										
Dill	108	Yes	No										
Evening Primrose	109	Yes	No										
Fennel	110	Yes	No										
Fenugreek	111	Yes	No										
Fresh Herbs	112	Yes	No										
Garlic	113	Yes	No										
Ginseng	114	Yes	No										
Marjoram	115	Yes	No										
Medicinal herbs	145	Yes	No										
Mint	116	Yes	No										
Monarda	117	Yes	No										
Oregano	118	Yes	No										
Parsley	119	Yes	No										
Pepper	120	Yes	No										
Rosemary	121	Yes	No										
Sage	122	Yes	No										
Salsify	123	Yes	No										
Scorzonera	124	Yes	No										
Summer Savory	125	Yes	No										
Tarragon	126	Yes	No										
Thymol	127	Yes	No										
Water Cress	128	Yes	No										
<b>Mushrooms</b>	131	No	No										
<b>Nuts (all)</b>	140	No	No										
<b>Potatoes and By-products</b>	147	Yes	Yes										
Potatoes (for potato chips)	148	Yes	Yes										
Potatoes (feed)	149	Yes	Yes										
<b>Vegetables - Field Fresh</b>													
Artichokes	160	Yes	No										
Asparagus	161	Yes	No										
Beets	162	Yes	No										
Bok Choi	163	Yes	No										
Broccoflower	164	Yes	No										
Broccoli	165	Yes	No										
Brussel Sprouts	166	Yes	No										
Cabbage (green, red)	167	Yes	No										
Cantaloupe	168	Yes	No										
Carrots	169	Yes	No										
Cauliflower	170	Yes	No										
Celery	171	Yes	No										

# Commodity List

Qualifying

Non-qualifying

COMMODITY	NISA Code	Ont. SDRM	NB SDRM	BC	AB	SK	MB	ON	QC	PE	NB	NS	NL
Chinese Cabbage	172	Yes	No										
Chinese Vegetables	173	Yes	No										
Collards	174	Yes	No										
Cucumbers	175	Yes	No										
Egg Plant	176	Yes	No										
Endive	177	Yes	No										
English Cucumbers	178	Yes	No										
Fiddle Heads	179	Yes	No										
Flowers (edible)	180	Yes	No										
Horseradish	181	Yes	No										
Kohlrabi	182	Yes	No										
Leeks	183	Yes	No										
Lettuce	184	Yes	No										
Melons	185	Yes	No										
Mustard Leaves	186	Yes	No										
Onions	187	Yes	No										
Onions (yellow seeded)	188	Yes	No										
Onion Sets	189	Yes	No										
Parsnip	190	Yes	No										
Peppers (red, green or sweet)	191	Yes	No										
Pumpkins	192	Yes	No										
Radish	193	Yes	No										
Rhubarb	194	Yes	No										
Rocket	195	Yes	No										
Romaine Lettuce	196	Yes	No										
Rutabagas	197	Yes	No										
Shallots	198	Yes	No										
Snap Beans	199	Yes	No										
Spanish Onions	200	Yes	No										
Spinach	201	Yes	No										
Squash	202	Yes	No										
Sweet Corn	203	Yes	No										
Sweet Peas	204	Yes	No										
Sweet Potatoes / Yams	205	Yes	No										
Swiss Chard	206	Yes	No										
Tomatoes	207	Yes	No										
Turnips	208	Yes	No										
Vegetable Marrow	209	Yes	No										
Wax Beans	210	Yes	No										
Weeds (edible)	211	Yes	No										
Witloof Chicory	212	Yes	No										
Zucchini	213	Yes	No										

# Commodity List

Qualifying

Non-qualifying

COMMODITY	NISA Code	Ont. SDRM	NB SDRM	BC	AB	SK	MB	ON	QC	PE	NB	NS	NL
<b>Vegetables - Field Processing</b>													
Adzuki Beans	216	Yes	No										
Baby Carrots	217	Yes	No										
Broad Beans	218	Yes	No										
Cabbage (for coleslaw only)	297	Yes	No										
Cabbage	298	Yes	No										
Carrots	219	Yes	No										
Cauliflower	299	Yes	No										
Chick Peas / Garbanzo Beans	220	Yes	No										
Cucumbers	300	Yes	No										
Gherkins	221	Yes	No										
Green Beans	222	No	No										
Green Peas	223	No	No										
Jacob Beans	224	Yes	No										
Lima Beans	225	No	No										
Mung Beans	226	Yes	No										
Okra	227	Yes	No										
Peppers	301	Yes	No										
Pumpkin	302	Yes	No										
Red Beets	303	Yes	No										
Snap Beans	228	Yes	No										
Soldier Beans	229	Yes	No										
Squash	304	Yes	No										
Sweet Corn	305	No	No										
Stevia	230	Yes	No										
Tomatoes	231	No	No										
Wax Beans	306	No	No										
<b>Vegetables - Greenhouse</b>													
Cherry Tomatoes	233	Yes	No										
Cucumbers	234	Yes	No										
Lettuce	235	Yes	No										
Peppers	236	Yes	No										
Tomatoes	237	Yes	No										
<b>NON-EDIBLE HORTICULTURE</b>													
Bedding Plants	132	No	No										
Flowers and Ornamental Foliage	133	No	No										
Fruits and Vegetables (non-edible)	134	No	No										
Seeds and Bulbs	135	No	No										
Shrubs	136	No	No										
Sod (peat moss based)	137	No	No										
Sod (mineral based)	141	No	No										
Trees (cultivated Christmas)	138	No	No										
Trees (fruit and ornamental)	139	No	No										

# Commodity List

Qualifying

Non-qualifying

COMMODITY	NISA Code	Ont. SDRM	NB SDRM	BC	AB	SK	MB	ON	QC	PE	NB	NS	NL
<b>POULTRY</b>													
Chickens													
Pullets for meat production	360	No	No										
Broilers	361	No	No										
Roasters	362	No	No										
Pullets for egg production	365	No	No										
Chicken Eggs													
Eggs from purchased pullets	363	No	No										
Eggs from purchased chicks	364	No	No										
Commercial Game Birds	336	No	No										
Ducks (including eggs)	332	No	No										
Geese (including eggs)	333	No	No										
Turkeys	334	No	No										
Turkey eggs	342	No	No										
<b>CATTLE AND CALVES (including hides)</b>													
<b>Slaughter Cattle</b>													
Cattle Raised from Birth	702	No	No										
Cows and Bulls	706	No	No										
Grain Fed Veal	704	No	No										
Purchased Cattle	700	No	No										
<b>Feeder Cattle</b>													
Cattle Raised from Birth	710	No	No										
Purchased Cattle	708	No	No										
<b>Calves</b>													
Calf Sales (excluding purebreds)	712	No	No										
Bull Semen, Cattle Embryos	712	No	No										
Non-Purebred Breeding Stock (sold for breeding purposes)	712	No	No										
<b>Purebreds</b>													
Purebred Cattle (Max. \$1000/head)	714	No	No										
Purebred Cattle (sales in excess of \$1000/head)	716	No	No										
<b>Cattle and Calf Purchases</b>													
Bull Semen and Cattle Embryo Purchases	762	No	No										
<b>SHEEP AND LAMBS</b>													
<b>Slaughter Lambs</b>													
Ewes and Rams	734	No	No										
Lambs Raised from Birth	730	No	No										
New Crop Lambs (less than 85 lbs)	732	No	No										
Purchased Feeders	728	No	No										
<b>Feeder Lambs</b>													
	736	No	No										

# Commodity List

Qualifying

Non-qualifying

COMMODITY	NISA Code	Ont. SDRM	NB SDRM	BC	AB	SK	MB	ON	QC	PE	NB	NS	NL
<b>Purebreds</b>													
Purebred Sheep & Lambs (Max. \$70/head)	738	No	No										
Purebred Sheep & Lambs (sales in excess of \$70/head)	740	No	No										
<b>Sheep and Lamb Purchases</b>	763	No	No										
<b>OTHER RED MEATS (including hides, velvet, and pelts)</b>													
Buffalo/Bison	350	No	No										
Commercial Game Animals	351	No	No										
Deer	352	No	No										
Elk	353	No	No										
Goats (including milk)	354	No	No										
Llamas	355	No	No										
Rabbits	356	No	No										
Swine / Hogs	341	No	No										
<b>OTHER COMMODITIES</b>													
Bees and Bee By-Products	311	No	No										
Leaf cutter bees	312	No	No										
Dogs	313	No	No										
Donkeys / Mules	367	No	No										
Dulse	314	No	No										
Exotic Birds / Game	368	No	No										
Fish meal	263	No	No										
Groundhogs / Hedgehogs	369	No	No										
Honey	129	Yes	No										
Horses (including hides)	316	No	No										
Kenaf	317	No	No										
Manure	318	No	No										
Maple Products	130	Yes	No										
Milk and Cream (cattle)	319	No	No										
Ostriches / Rheas (including eggs)	337	No	No										
Peat Moss	321	No	No										
Pheasants (including eggs)	338	No	No										
Pregnant Mare Urine (PMU)	322	No	No										
Ranch Fur	238	No	No										
Wood	259	No	No										
Wool	328	No	No										

**Note:** For information on any commodities not included in this listing, please contact the NISA Administration.

# Program Payment List

Program Payments received as compensation for commodity income or loss are included in calculating Eligible Net Sales and your gross margin. The following list identifies these program payments.

See the commodity list to determine if the commodity that the program payment was for is qualifying or non-qualifying in your province. Record the program payment accordingly on Statement A or B, using the line code for the program payment. Record program payments that are not listed here or on Page 22 on line 9540 "Other program payments."

<b>PROGRAM PAYMENT</b>	<b>Qualifying</b>	<b>Non-Qualifying</b>
<b>Canada - Ontario Grain and Oilseed Payment</b>	410	
<b>Canada - Ontario Grain Stabilization Payment</b>	410	
<b>Crop/Hail Insurance</b>		
Grains, oilseeds, and special crops	401	432
Edible horticulture crops	402	433
Non-edible horticulture crops	470	472
Other commodities	463	434
<b>Dairy Subsidies</b>		435
<b>Green Plan, Farm Based Program</b>		
Permanent cover practices	466	
<b>Market Revenue Insurance (MRI)</b>		
Grains, oilseeds, and special crops	410	445
Edible horticulture crops	411	446
Non-edible horticulture crops	474	476
<b>Industry Transition Production Assistance Program</b>	478	
<b>Livestock Feed Insurance Program</b>	412	
<b>Potato Virus Y Necrotic Strain Compensation (PVYN)</b>	417	
<b>Transitional Financial Assistance Program (TFA)</b>	427	
<b>Waterfowl/Wildlife Damage Compensation</b>		
Grains, oilseeds, and special crops	418	423
Horticulture crops	419	424
Other commodities	425	455

See the next page for additional program payments.

# Disaster Assistance Program Payments

Payments received from the following disaster assistance programs should be reported on line 9544.

<b>Agricultural Income Disaster Assistance (AIDA) Program - (SK, MB, NS, NL, NB, PE)</b>	9544
<b>Aide de cas de catastrophe liée au revenu agricole (ACRA) - (QC)</b>	9544
<b>Canadian Farm Income Program (CFIP) - (SK, MB, NS, NL, NB, PE)</b>	9544
<b>Farm Income Disaster Program (FIDP) - (AB)</b>	9544
<b>Ontario Farm Income Disaster Program (OFIDP) - (ON)</b>	9544
<b>Ontario Whole Farm Relief Program (OWFRP) - ON</b>	9544
<b>Whole Farm Insurance Program (WFIP) - (BC)</b>	9544

# Other Program Payments

Payments received from the following provincial programs should be reported on line 9540.

<b>Agri-Food Innovation Program (NL)</b>	9540
<b>Canada - Alberta Farm Income Assistance Program (CAFIAP)</b>	9540
<b>Canada - British Columbia Assistance Program</b>	9540
<b>Canada - Manitoba Adjustment Program (C-MAP, C-MAP 2)</b>	9540
<b>Canada - New Brunswick Farm Assistance Program (C-NBAP)</b>	9540
<b>Canada - Ontario Edible Horticulture Payment</b>	9540
<b>Canada - Saskatchewan Adjustment Program (C-SAP)</b>	9540
<b>Farm Income Adjustment Program (FIAP) - (PE)</b>	9540
<b>Farm Income Stabilization Insurance Program (ASRA) - (QC)</b>	9540
<b>Nova Scotia Farm Income Support Program (FISP)</b>	9540





2002 Statement A
Corporations / Co-operatives

Office Use Only

Name and Address

1. If your name and address are correct on the address label, attach it here. If you do not have a label or if it is incorrect, print the correct name and address in this section.

2. If you would like someone other than yourself to provide additional information on your behalf, print their name and address in this section.

Has your contact changed since the last time you completed a NISA application? Yes No

NISA Participant

Contact Person

Form with fields for Name, Address, Telephone Days, Telephone Evenings, First Name, Last Name, Facsimile Number, etc.

Participant Profile

NISA Participant Identification Number [grid]

Business Number [grid]

The participant is: [ ] applying for a NISA account [ ] maintaining a NISA account

The participant is: (check all applicable boxes)

- [ ] a corporation [ ] a communal organization [ ] a landlord (crop-share)
[ ] a co-operative [ ] a member of a partnership

Province of main farmstead: Province of main residence as of December 31, 2002:
Number of years the entity has farmed: [ ] Language of preference: [ ] English [ ] French

If the corporation has been dissolved, please provide the date of dissolution: [ ] [ ] [ ] [ ] [ ] [ ]
Year Month Day

Certification and Consent

By submitting an application, you:

- 1) certify that all the information on this form and attached schedules is true, accurate and complete;
2) authorize the Minister of Agriculture and Agri-Food to share the information with provincial ministers of agriculture and with the administrators of other federal/provincial farm programs.





## 2002 Statement A Corporations / Co-operatives

### Expenses

Enter the applicable code for each entry on the form. The codes are listed in the Commodity List and the Program Payment List included in the Instructional Guide. Round off all numbers to the nearest dollar.

NISA Qualifying Commodities and Repayment of Program Benefits	Code	Purchases
Prepared feed and protein supplements	046	
Freight deductions on grain ticket		
<b>Total</b>		
<b>SDRM total from Statement C (if applicable) &gt;&gt;</b>		
<b>Total D</b>		

NISA Non-Qualifying Commodities and Repayment of Program Benefits	Code	Purchases
<b>Total E</b>		

NISA Eligible Expenses	Line	Expenses
Containers, twine	9661	
Fertilizer and lime	9662	
Pesticides	9663	
Crop insurance premiums	9665	
Veterinary fees, medicine, A.I. fees	9713	
Minerals and salts	9714	
Machinery (repairs, licenses, insurance)	9760	
Machinery (gasoline, diesel fuel, oil)	9764	
Advertising, marketing costs	9792	
Building and fence repairs	9795	
Agricultural contract work	9798	
Electricity	9799	
Freight and trucking	9801	
Heating fuel	9802	
Other insurance premiums	9804	
Memberships/subscription fees	9807	
Office expenses	9808	
Legal and accounting fees	9809	
Total arm's length salaries	9815	
Total non-arm's length salaries	9816	
Motor vehicle expenses	9819	
Small tools	9820	
Soil testing	9821	
Storage/drying	9822	
Licenses/permits	9823	
Telephone	9824	
Prepared feed (35% of non-itemized invoices)	9830	
Custom feeding (50% of non-itemized invoices)	9831	
Other (specify)	9897	
<b>Total F</b>		

NISA Non-Eligible Expenses	Line	Expenses
Machinery lease/rental	9765	
Land clearing and draining	9796	
Interest (real estate, mortgage, other)	9805	
Property taxes	9810	
Rent (land, buildings, pastures)	9811	
Quota rental (tobacco, dairy)	9825	
Gravel	9826	
Purchases of commodities resold	9827	
Motor vehicle interest and leasing/rental cost	9829	
Allowance on eligible capital property	9935	
Capital cost allowance	9936	
Mandatory inventory adjustments - prior year	9937	
Optional inventory adjustments - prior year	9938	
Other (specify)	9896	
<b>Total G</b>		

Summary of Expenses	
<b>Total D</b>	
<b>+ Total E</b>	
<b>+ Total F</b>	
<b>+ Total G</b>	
<b>Total Expenses</b>	



**2002 Statement A  
Corporations / Co-operatives**

**Statement of Farming Activities (if applicable)**

Other Items	Code	Amount	Other Items	Code	Amount
Gross farming income	9959		Optional inventory adjustments - current year	9941	
Total farming expenses	9968		Mandatory inventory adjustments - current year	9942	
Net farming income (loss) before adjustments	9969		Net farming income (loss) after adjustments	9944	
			Net farming income (loss)	9946	

**Corporate Tax Return Information (if applicable)**

Other Items	Code	Amount	Other Items	Code	Amount
Net income as reported on your corporate tax return	840		Taxable gain resulting from a foreclosure or forced sale of farm land - participant	9965	

**Shareholder / Member Information**

Other Items	Code	Amount	Other Items	Code	Amount
Number of members in co-operative	865		Total number of outstanding common shares (voting and non-voting)	854	

Name of Shareholder / Member	Social Insurance Number	Number of Common Shares per Shareholder	855
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**Partnership Information** Partnership PIN (for office use only)

Partnership Name:

Your Name	% Share	Social Insurance Number	Business Number (if a corporation)
	%	_ _ _ _ _ _ _ _ _ _ _	_ _ _ _ _ _ _ _ _ _ _

Partners' Names	% Share	Social Insurance Number	Business Number (if partner is a corporation)
	%	_ _ _ _ _ _ _ _ _ _ _	_ _ _ _ _ _ _ _ _ _ _
	%	_ _ _ _ _ _ _ _ _ _ _	_ _ _ _ _ _ _ _ _ _ _
	%	_ _ _ _ _ _ _ _ _ _ _	_ _ _ _ _ _ _ _ _ _ _
	%	_ _ _ _ _ _ _ _ _ _ _	_ _ _ _ _ _ _ _ _ _ _
	%	_ _ _ _ _ _ _ _ _ _ _	_ _ _ _ _ _ _ _ _ _ _



**2002 Statement B  
Special Individuals and Corporations / Co-operatives**

**Identification - Complete a Statement B for each additional farming operation**

Single farm <input type="checkbox"/> Partnership <input type="checkbox"/>	NISA PIN <table border="1" style="width:100%; height: 20px; text-align: center;"> <tr><td style="width: 30px;"> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td><td> </td></tr> </table>																
Fiscal period:  From: <table border="1" style="display: inline-table; border-collapse: collapse; margin: 2px;"> <tr><td style="width: 20px; height: 20px;"> </td><td style="width: 20px;"> </td></tr> <tr><td style="text-align: center;">Year</td></tr> </table> <table border="1" style="display: inline-table; border-collapse: collapse; margin: 2px;"> <tr><td style="width: 20px; height: 20px;"> </td><td style="width: 20px;"> </td></tr> <tr><td style="text-align: center;">Month</td></tr> </table> <table border="1" style="display: inline-table; border-collapse: collapse; margin: 2px;"> <tr><td style="width: 20px; height: 20px;"> </td></tr> <tr><td style="text-align: center;">Day</td></tr> </table> To: <table border="1" style="display: inline-table; border-collapse: collapse; margin: 2px;"> <tr><td style="width: 20px; height: 20px;"> </td><td style="width: 20px;"> </td></tr> <tr><td style="text-align: center;">Year</td></tr> </table> <table border="1" style="display: inline-table; border-collapse: collapse; margin: 2px;"> <tr><td style="width: 20px; height: 20px;"> </td><td style="width: 20px;"> </td></tr> <tr><td style="text-align: center;">Month</td></tr> </table> <table border="1" style="display: inline-table; border-collapse: collapse; margin: 2px;"> <tr><td style="width: 20px; height: 20px;"> </td></tr> <tr><td style="text-align: center;">Day</td></tr> </table>			Year			Month		Day			Year			Month		Day	Method of accounting - enter the code that applies. <input type="checkbox"/>  Code 1: If you are using the accrual method for tax purposes and NISA Code 2: If you are using the cash method for tax purposes and NISA Code 3: If you are using the cash method for tax purposes and accrual method for NISA
Year																	
Month																	
Day																	
Year																	
Month																	
Day																	
Total area (check appropriate box): <input type="checkbox"/> Hectares <input type="checkbox"/> Acres Amount: <table border="1" style="display: inline-table; border-collapse: collapse; margin: 2px;"> <tr><td style="width: 40px; height: 20px;"> </td></tr> <tr><td style="text-align: center;">Cultivated</td></tr> </table> <table border="1" style="display: inline-table; border-collapse: collapse; margin: 2px;"> <tr><td style="width: 40px; height: 20px;"> </td></tr> <tr><td style="text-align: center;">Owned</td></tr> </table> <table border="1" style="display: inline-table; border-collapse: collapse; margin: 2px;"> <tr><td style="width: 40px; height: 20px;"> </td></tr> <tr><td style="text-align: center;">Rented</td></tr> </table>		Cultivated		Owned		Rented											
Cultivated																	
Owned																	
Rented																	

**Income**

Enter the applicable code for each entry on the form. The codes are listed in the Commodity List and the Program Payment List included in the Instructional Guide. Round off all numbers to the nearest dollar.

NISA Qualifying Commodities & Program Payments	Code	Sales
<b>Total</b>		
<b>SDRM total from Statement C (if applicable) &gt;&gt;</b>		
<b>Total A</b>		

NISA Non-Qualifying Commodities & Program Payments	Code	Sales
<b>Total B</b>		

Other Farming Income	Line	Amount
Other program payments	9540	
Disaster assistance and program payments	9544	
Resales, rebates, GST/HST for eligible expenses	9574	
Rebates, GST/HST for non-eligible expenses, recapture of capital cost allowance (CCA)	9575	
Agricultural contract work	9601	
Patronage dividends	9605	
Interest	9607	
Gravel	9610	
Trucking (farm related only)	9611	
Resales of commodities purchased	9612	
Leases (gas, oil well, surface, etc.)	9613	
Machine rental	9614	
Other (specify)	9600	
<b>Total C</b>		

Summary of Income	
<b>Total A</b>	
<b>+Total B</b>	
<b>+Total C</b>	
<b>Total Income</b>	





**Statement of Farming Activities (if applicable)**

Other Items	Code	Amount	Other Items	Code	Amount
Gross farming income	9959		Optional inventory adjustments - current year	9941	
Total farming expenses	9968		Mandatory inventory adjustments - current year	9942	
Net farming income (loss) before adjustments	9969		Net farming income (loss) after adjustments	9944	
			Net farming income (loss)	9946	

**Partnership Information**

Partnership PIN (for office use only)

Partnership Name:

Your Name	% Share	Social Insurance Number	Business Number (if a corporation)
	%		

Partners' Names	% Share	Social Insurance Number	Business Number (if partner is a corporation)
	%		
	%		
	%		
	%		
	%		



**2002 Statement C**  
**Special Individuals and Corporations / Co-operatives**  
*Ontario and New Brunswick Self Directed Risk Management (SDRM)*

**General Information**

If you are intending to participate in the SDRM program, complete the NISA Statement A and complete one copy of this form to record your SDRM commodities. Submit all statements together in one package.

Ontario and New Brunswick producers: Subject to ratification of federal/provincial agreements for the 2002 stabilization year, the Self Directed Risk Management Pilot Project gives edible horticulture producers the opportunity to make additional deposits to their NISA accounts and receive enhanced matching contributions on most edible horticulture crops for which they have not taken crop insurance.

For information on how to complete this statement, see the instructional guide.

**Ontario and New Brunswick Self Directed Risk Management (SDRM)**

**Income** - Enter the applicable code for each entry on the form. The codes are listed in the commodity list in the instructional guide. Round off all amounts to the nearest dollar.

**Expenses** - Enter the applicable code for each entry on the form. The codes are listed in the commodity list in the instructional guide. Round off all amounts to the nearest dollar.

SDRM qualifying commodities	Code	Sales
<b>Total</b>		

SDRM qualifying commodities	Code	Purchases
	<b>Total</b>	

Enter this amount on page 2 of Statement A, or page 1 of Statement B

Enter this amount on page 2 of Statement A, or page 1 of Statement B



## PRIVACY AND CONFIDENTIALITY

The personal and financial information provided to NISA 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 your NISA application is confidential. Information will not be given to anyone outside NISA and Canada Customs and Revenue Agency for verification purposes unless authorized by law or by an authorized signing officer of the corporation/co-operative.

To ensure that the information remains confidential, NISA uses the following procedures:

- **If telephoning** NISA to obtain information about the corporation or co-operative's account, you will be asked:
  - for the name, address, Business Number, and
  - specific questions about the NISA account.

For example, you may be asked how much the entity's net income was, or how much was deposited to the account.

- **If visiting** NISA to obtain information about the corporation or co-operative's account, you will be asked to provide:
  - one piece of identification with your signature and picture, or
  - two pieces of identification with your signature along with a copy of the NISA Deposit/Withdrawal Options Notice, the Confirmation Notice, the NISA Annual Statement, a working copy of the NISA application, or specific details of the account.
- **If a representative visits** NISA seeking information about the account, your representative must show two pieces of identification and have authorization (consent provided on the NISA application form or a letter of authorization). A letter of authorization must contain the:
  - corporation or co-operative's name,
  - Business Number,
  - your representative's name,
  - year(s) the authorization applies to, and
  - signature and the title of an authorized signing officer.

Account information will only be released once we verify the signature on the letter of authorization.

- **If a representative telephones** for information about the account, there must be authorization on file (consent on the NISA application form or a letter of authorization). After we check that written authorization has been provided and ask specific questions about the account, your 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.

## IMPORTANT

If this package is not in the language of your choice, you may obtain a package in the other official language by calling or writing to:

**Net Income Stabilization Account Administration**  
P.O. Box 6100  
Winnipeg, Manitoba  
R3C 4N3

1-800-665-6472 (NISA)

Si les documents ne vous sont pas présentés dans la langue de votre choix, vous pouvez les faire venir dans l'autre langue officielle en téléphonant ou en écrivant à:

**Administration du Compte de stabilisation du revenu net**  
Case postale 6100  
Winnipeg (MB) R3C 4N3

1-800-665-2776 (CSRN)