
Endorsements

Endorsing *2006-07 Delivery Permit Books* for 2007-08 pre-harvest advances before *2007-08 Delivery Permit Books* become available:

If the applicant is applying for a pre-harvest advance before *2007-08 Delivery Permit Books* are available, enter the amount of the pre-harvest advance on the endorsement pages in the applicant's *2006-07 Delivery Permit Book*, if one has been issued. In the area provided for crop year of advance on the endorsement page of the *2006-07* permit book, indicate "2007-08 pre-harvest advance". Deductions are not required from wheat, durum or barley deliveries made in the 2006-07 crop year.

If the applicant does not have a CWB ID number, call the CWB at 1-800-275-4292 and an ID number will be issued. When the new *2007-08 Delivery Permit Book* is issued, endorse that book for the amount of the cash advance and any repayments that may have taken place in the interim.

Outstanding cash advances must be transferred to the applicant's *2007-08 Delivery Permit Book* (once issued) to ensure that the proper deductions are taken. Permit books issued to related producers do not have to be endorsed unless the related producer's permit book has been issued in substitution.

Instructions for transferring outstanding balances to a new permit book:

In the case of advances recorded in the previous year's permit book, the outstanding balance must be transferred into the new permit book when they become available. The method is as follows:

- Transfer all outstanding cash advances taken under *SCAP*, *ESCAP*, *AMPA* and the *Prairie Grains Advance Payments Act (PGAPA)* to the endorsement pages of the *2007-08 Delivery Permit Book* for both actual producers and interested parties.
- List each producer named in the delivery permit book who has an outstanding balance transferred from the *2006-07 Delivery Permit Book*.
- Record deductions for all producers listed until the advance plus any accrued interest, legal costs and other collection costs are paid in full. Each applicant is responsible for repaying his/her advance.

Default

- When an applicant is placed in default, the delivery permit book must be endorsed for the outstanding principal and interest. Endorse any delivery permit books issued in substitution and notify the CWB of any additional permit books that have been endorsed.

Transfer of accounts to AAFC

When an account has been transferred to AAFC, continue to endorse the delivery permit books for transferred amounts. Refer to the CWB Web site e-services link at www.cwb.ca to confirm that the account has been transferred to AAFC. Contact AAFC directly at 1-800-282-6249 for refund details and current balances. The CWB's business centre or e-services can also provide balances, which are updated weekly by AAFC.

Related producers

- Related producers are not eligible for a new advance until the defaulted account is repaid. Deductions are not required.
- Once the applicant's account is paid in full, related producers are eligible for a cash advance, providing the applicant has not defaulted in three separate crop years/production periods (see page 12).

Examples of permit book endorsement after default

Example 1

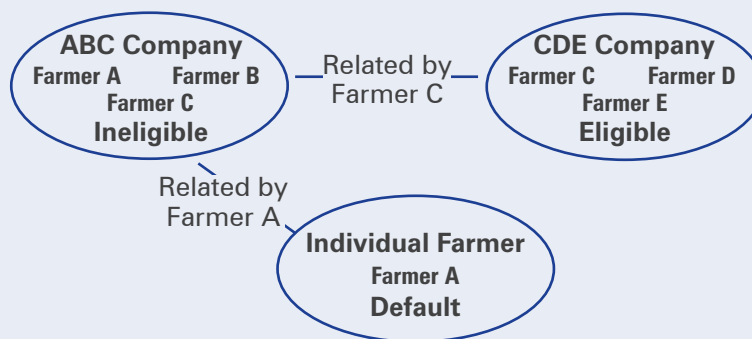
Farmer A has an advance under an individual ID

Farmer A goes into Default

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

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

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



Example 2

ABC Company has an advance and goes into default.

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

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

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

