# **Regulations and other acts**

Gouvernement du Québec

# **O.C. 1391-98,** 28 October 1998

An Act respecting farm income stabilization insurance (R.S.Q., c. A-31)

## Scheme

— Amendments

Regulation to amend the Farm Income Stabilization Insurance Scheme

WHEREAS under sections 2, 5, 6 and 6.1 of the Act respecting farm income stabilization insurance (R.S.Q., c. A-31), the Government made the Farm Income Stabilization Insurance Scheme by Order in Council 1670-97 dated 17 December 1997;

WHEREAS under section 6 of the Act, the items to be considered in computing net annual income and the annual assessment shall be specified in the scheme, and the scheme may, in addition, provide for a reduced assessment for categories of producers, according to the conditions and terms determined in the scheme;

WHEREAS in order to compute the assessment rate, the tariffing method used shall take into account the risks inherent to each insurable production;

WHEREAS following the observations carried out on agricultural markets, the compensations paid and the variations in the insurance funds, it appears that the present assessment rates no longer correlate adequately with the actuarial risk related to the production of the governed insurable products;

WHEREAS the production cost model of the hog farm provided for in the Farm Income Stabilization Insurance Scheme was amended in 1996 to adjust the stabilized net income for hog producers;

WHEREAS due to the ongoing financial market crisis since the end of 1997, the hog industry is currently experiencing a period of low prices following a decline in the hog market; WHEREAS in Québec the price of hogs is also related to the market situation in the United States and since the most recent American livestock inventories show that the American production should continue to grow this fall and during the first half of 1999, the prices will probably remain low until at least the summer of 1999;

WHEREAS the scope of the current crisis and the importance of corrections made to parameters governing the amount of compensations paid by the Farm Income Stabilization Insurance Scheme could not have been forecasted by hog farm operators;

WHEREAS these events occurred after important investments had been made by the producers to modernize their operations and to maintain their position in a market that was growing at that time;

WHEREAS the Farm Income Stabilization Insurance Scheme has already been amended to include a transition allowance for hogs for the 1998-1999 insurance year;

WHEREAS it is necessary, in the present financial context and to ensure the survival of hog operations in Québec, to adjust the value of the transition allowance provided for in the Scheme;

WHEREAS such allowance for the 1998-1999 insurance year is a non-adjustable fixed amount that increases the total amount of cash disbursement and depreciation at the time of indexing;

WHEREAS it is expedient to make the Regulation to amend the Farm Income Stabilization Insurance Scheme;

IT IS ORDERED, therefore, upon the recommendation of the Minister of Agriculture, Fisheries and Food:

THAT the Regulation to amend the Farm Income Stabilization Insurance Scheme, attached to this Order in Council, be made.

MICHEL NOËL DE TILLY, Clerk of the Conseil exécutif

# **Regulation to amend the Farm Income Stabilization Scheme**<sup>\*</sup>

An Act respecting farm income stabilization insurance (R.S.Q., c. A-31, ss. 2 and 6)

**1.** Section 66 of the Farm Income Stabilization Insurance Scheme is amended by substituting the following for Table 3:

## **"TABLE 3**

Insurable product i	From the nsurance year	Assessment
1. Lambs	1998	\$31.26/ewe-milk-fed lambs
	1998	\$34.15/ewe-heavy lambs
2. Feeder cattle and slaughter cattle	1998	\$0.200367/kg of liveweight gain (\$0.090885/lb)
3. Feeder calves	1998	\$139.93/cow
4. Grain-fed calves	1998	\$31.93/calf
5. Milk-fed calves	1998	\$28.45/calf
6. Piglets	1998-1999	\$35.38/sow
7. Hogs	1998-1999	\$3.84/hog
8. Cereals, grain corn and soy beans		
Oats	1998-1999	\$91.72/ha
Wheat for animal consumption	1998-1999	\$72.34/ha
Wheat for human consumption	1998-1999	\$20.94/ha
Grain corn	1998-1999	\$45.30/ha
Barley	1998-1999	\$79.99/ha
Soy beans	1998-1999	\$8.35/ha
9. Apples	1998-1999	\$0.003149/kg
10. Potatoes		
Potatoes sold not later than 31 October	r 1998-1999	\$0.005162/kg
Potatoes sold from 1 November	1998-1999	\$0.009873/kg

**2.** Section 67 of the Scheme is amended by substituting the following for table 4:

## **"TABLE 4**

Insurable category	Insurance year	Reduction \$/ha
Oats	1998-1999	2.91
Wheat for animal consumption	1998-1999	6.06
Wheat for human consumption	1998-1999	2.26
Grain corn	1998-1999	3.19
Barley	1998-1999	2.45
Soy beans	1998-1999	0.36
		".

**3.** Table 9 of Section 76 of the Farm Income Stabilization Insurance Scheme is amended by substituting "\$40 289.77" for "\$16 573.33" in item "Transition allowance" with respect to hogs.

**4.** This Regulation comes into force on the date of its publication in the *Gazette officielle du Québec*.

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Gouvernement du Québec

## **O.C. 1394-98**, 28 October 1998

An Act respecting income security (R.S.Q., c. S-3.1.1)

#### Income security — Amendments

Regulation to amend the Regulation respecting income security

WHEREAS in accordance with section 91 of the Act respecting income security (R.S.Q., c. S-3.1.1), the Government made the Regulation respecting income security by Order in Council 922-89 dated 14 June 1989;

WHEREAS it is expedient to amend that Regulation;

WHEREAS under sections 10 and 13 of the Regulations Act (R.S.Q., c. R-18.1), a draft of the Regulation to amend the Regulation respecting income security was published in Part 2 of the *Gazette officielle du Québec* of 7 October 1998 on page 4177, with a notice that it could be made by the Government upon the expiry of 15 days following that publication;

WHEREAS the 15-day period is expired;

<sup>&</sup>lt;sup>\*</sup> The Farm Income Stabilization Insurance Scheme was made by Order in Council 1670-97 dated 17 December 1997 (1997, *G.O.* 2, 6293) and amended by the regulations made by Orders in Council 669-98 dated 20 May 1998 (1998, *G.O.* 2, 2110) and 810-98 dated 17 June 1998 (1998, *G.O.* 2, 2494).