

## The big fib

The Americans have been gunning for the Canadian Wheat Board since the mid 1980's. Some 20 years later, Canadian Prime Minister Stephen Harper is poised to give it to them on a platter.

Coming out of a July 27th meeting to which only those who held the same opinion were invited, Harper's agriculture minister Chuck Strahl said his government is ready to implement its election promise to revoke the single-desk selling authority of the Canadian Wheat Board.

What an American-based WTO challenge and trade countervail action could not accomplish, Harper is about to deliver.

In April 2002, following a meeting with top U.S. trade officials, North Dakota Wheat Commission Chair Maynard Satrom assured growers "the common objective of both the U.S. government and U.S. wheat producers is the ultimate reform of the monopolistic Canadian Wheat Board."

Two weeks later, in Senate testimony, the U.S. Department of Agriculture argued that the special privileges of single-desk sellers gave "unfair advantages" to CWB farmers, adding that American grain should be able to freely compete with Canadian grain for Canadian rail shipments.

Complaining that the practices of the CWB restrict U.S. access to our market and make U.S. producers less competitive on world markets, the USDA called for "fundamental reform" of organizations such as the CWB "to permanently assure that U.S. producers are treated fairly in the world market."

In March 2003 a WTO challenge was launched. Canada won that action in April 2004, as well as its subsequent appeal several months later.

In May the following year, the North Dakota Wheat Commission was at it again. In a letter to the House Ways and Means Committee, it argued the CWB "has a longstanding history of ... creating and developing a competitive advantage ... in wheat markets around the world."

Well done! And the results are impressive. A privately held member cooperative, the CWB ranked number 95 in this

year's list of the Financial Post's FP 500 companies. Just behind SNC-Lavalin, Saputo Inc and Canfor Corporation.

According to the Canadian Business Resource "...their status as the only seller of western Canadian wheat and barley positions the CWB to earn premium prices for farmers on annual sales of over 2 million tonnes of grain to more than 70 countries. All revenue, less marketing costs, is returned to about 85,000 Prairie farmers. The CWB has a proud reputation for high-quality products, reliable supply and delivery and unparalleled customer support."

Yet, on July 27th the Conservative government told farmers they are ready to implement legislative and regulatory changes to remove the single-desk authority of the Canadian Wheat Board.

For the CWB, dual desk selling is a whistle stop away from gone. Multinational competitors with deep pockets will bid away grain in the short term, and the CWB will starve to death. Once gone, grower premiums of \$30-\$45 per tonne that farm economists attribute to the CWB will disappear forever.

But the damage will not stop there — collapse of the CWB will have a domino effect on the rest of the prairie grain economy.

The CWB's role in producer car allocation is a case in point. Presently, there are approximately 12,000 producer cars that arrive on demand at short line sidings across the Prairies to transport grain to Thunder Bay, Vancouver and Port Rupert, where it is bought by the CWB. Producer cars save farmers \$5-15 per tonne over delivering grain to a local elevator.

Without the CWB, the producer car system will disappear.

Unless farmers can find a third party buyer to take the grain off their hands at port, the only option will be to haul it to the long line terminals of the multinationals, where farmers will be price takers of daily rates based on lowest-cost global grain supplies. A race to the bottom, and Stephen Harper would lead us all there.

As short line railways that rely on producer car shipments disappear, the small communities they support will

grow smaller and less sustainable. Independent grain handling facilities that today are supported by the CWB's overseas marketing connections will quickly disappear in a market dominated by transnationals.

Highways will further deteriorate, as farmers have no option but to haul grain longer and longer distances to larger and larger elevators. Canadian grain will become generic and be mixed with the grain of other countries, lowering prices to western Canadian grain farmers.

With the top four firms controlling 73 per cent of world grain markets and the top five controlling an 80 per cent share, with six major North American rail companies controlling freight rates and car access, now is not the environment in which to weaken the power of farmers in the market place.

Section 47.1 of the Canadian Wheat Board Act is very clear — no Minister will introduce any changes to the marketing of wheat and barley without consulting with the CWB and putting it to a producer vote. Stephen Harper and his government apparently feel they are above this process. Strahl says they will enact legislative and regulatory changes to remove the single desk sales authority of the CWB, and are prepared to do so with or without CWB support.

Bill C-300 is part of that strategy. A private members bill that will amend the Wheat Board Act to allow non-CWB sales, it is sponsored by Agriculture Committee chair Jerry Ritz. Bill C-300 comes before the House for third reading and vote this September.

The Harper agenda for Prairie agriculture sees grain as just another sector ripe for take over by multinational interests. Farmers will turn from decision makers to price takers. Strong and viable family grain farms will be replaced by mega-farms with farm managers in double-wides.

Western Canada voters did not give Harper a mandate to deliver Washington's wish list for the Canadian Wheat Board.

If farmers stand for this, we will fall for anything. Democracy is on the line.

Wendy Holm P.A.G. is an agronomist, economist and freelance writer.



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### FROM THE MILKHOUSE

**Diana MacLeod**  
Editor

PHONE: 780-980-7488  
FAX: 780-986-6397  
EMAIL: editor-wdf-caf@webeleduc.com

machinery in the fields racing to get crops off into storage.

As producers take advantage of great harvesting weather, the work day goes well into the night making for tired workers.

With the labour shortage, the stress increases and then we have the ripple effect.

### Harvest with care

Tired people are more apt to make errors, which can be fatal. A 20 minute power nap can be a life saver.

Try to keep some snacks and beverages on hand, to keep fatigue not to mention growly stomachs at bay.

Even the best laid plans go awry — take a deep breath and re-tool your plans.

There is much to be said about many hands make for lighter work. If possible combine forces with a neighbour or friend or contract out some tasks.

Above all — take time for yourself, the work always will be there and chances are you will feel enough refreshed to tackle all of it.



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EDITOR: Diana MacLeod

E-Mail — editor-wdf-caf@webeleduc.com

LOCAL AREA SALES OFFICES:

Camrose Canadian

4903-49 Ave.

Camrose, AB T4V 0M9

Ph: (780) 672-4421

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Leduc Representative

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