

MINISTRY OF AGRICULTURE AND FOOD

SUMMARY

The Ministry fosters greater self-reliance and long-term sustainability in the agriculture and food sectors by working with the sector to enhance business risk management, food safety and quality, and environmental stewardship.

The Ministry further supports those initiatives by encouraging innovation, developing and transferring appropriate technologies, and attracting new investment to Ontario's agri-food sector.

Accrual 2003-04 Estimates	PROGRAMS	Cash 2002-03 Estimates	Cash 2001-02 Actual
\$		\$	\$
OPERATING			
16,755,346	Ministry Administration Program ¹	16,266,140	15,204,685
159,981,600	Agriculture, Research and Technology Transfer Program ²	121,401,200	126,493,368
10,605,700	Investment and Market Development Program ³	11,062,400	10,249,330
217,708,100	Risk Management Program ⁴	154,607,500	136,015,872
405,050,746	Ministry Total Operating	303,337,240	287,963,255
278,131,000	Less: Special Warrants	96,220,000	-
49,246	Less: Statutory Appropriations	47,840	49,276
<u>126,870,500</u>	< TOTAL OPERATING TO BE VOTED	<u>207,069,400</u>	<u>287,913,979</u>
405,050,746	Ministry Total Operating		
217,300,000	Net Consolidation Adjustment - AgriCorp		
(30,000)	Adjustment for Bad Debts		
<u>622,320,746</u>	TOTAL INCLUDING CONSOLIDATION AND OTHER ADJUSTMENTS		
Assets			
803,500	Ministry Administration Program	-	-
12,000,000	Agriculture, Research and Technology Transfer Program	12,000,000	4,916,600
4,000,000	Risk Management Program	-	-
16,803,500	Ministry Total Assets	12,000,000	4,916,600
11,800,000	Less: Statutory Appropriations	11,800,000	4,916,600
<u>5,003,500</u>	< TOTAL ASSETS TO BE VOTED	<u>200,000</u>	<u>-</u>

NOTE: Commencing in 2003-04, Estimates are presented on the accrual basis of accounting. Information for 2002-03 and earlier years is presented on the modified cash basis, and therefore comparison between 2003-04 and earlier year figures may not be meaningful. Differences between cash and accrual relate to adjustments such as timing of transfer payments and provisions for bad debts, that would increase or decrease the 2002-03 amounts had they been presented on the accrual basis.

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MINISTRY OF AGRICULTURE AND FOOD

RECONCILIATION TO PREVIOUSLY PUBLISHED DATA

DETAILS	Cash 2002-03 Estimates	Cash 2001-02 Actual
OPERATING	\$	\$
1. Previously Published Data		
1.1 2002-03 Printed Estimates	350,026,740	
1.2 2001-02 Public Accounts		301,461,755
2. Government Reorganization		
2.1 Transfer of functions to other Ministries	(46,689,500)	(13,498,500)
	303,337,240	287,963,255

MINISTRY OF AGRICULTURE AND FOOD
RECONCILIATION OF 2002-03 ESTIMATES FROM CASH TO ACCRUAL

VOTE and item	Cash 2002-03 Estimates	Adjustments from Cash to Accrual	2002-03 Estimates Presented as Accrual	2003-04 Estimates on Accrual Basis	Change from 2002-03 Estimates on Accrual Basis
	\$ millions	\$ millions	\$ millions	\$ millions	\$ millions
OPERATING					
101	Ministry Administration Program				
1	16.2	0.9	17.1	16.7	(0.4)
S	-	-	-	-	-
S	-	-	-	-	-
	<u>16.3</u>	<u>0.9</u>	<u>17.2</u>	<u>16.8</u>	<u>(0.4)</u>
102	Agriculture, Research and Technology Transfer Program				
1	121.4	29.8	151.2	160.0	8.8
S	-	-	-	-	-
	<u>121.4</u>	<u>29.8</u>	<u>151.2</u>	<u>160.0</u>	<u>8.8</u>
103	Investment and Market Development Program				
1	11.1	(0.2)	10.9	10.6	(0.3)
	<u>11.1</u>	<u>(0.2)</u>	<u>10.9</u>	<u>10.6</u>	<u>(0.3)</u>
104	Risk Management Program				
1	154.6	(0.3)	154.3	217.7	63.4
	<u>154.6</u>	<u>(0.3)</u>	<u>154.3</u>	<u>217.7</u>	<u>63.4</u>
	303.3	30.2	333.5	405.1	71.5

Note: Amounts are rounded to the nearest one hundred thousand dollars and amounts less than fifty thousand dollars are shown as zero.

Totals may not add due to this rounding.

Adjustments from Cash to Accrual - Commencing in 2003-04, Estimates are prepared on the accrual basis of accounting. Information for 2002-03 and earlier years was prepared in the Estimates on the modified-cash basis. Information is provided in the following notes on the adjustments that increase or decrease the 2002-03 amounts to present them on the accrual basis in this reconciliation. The accrual presentation of the 2002-03 Estimates is not an official restatement; it is an approximation reflecting only the significant accrual adjustments as required to allow for a comparison between the 2003-04 and the 2002-03 Estimates on a consistent basis of accounting. (Note: adjustments of less than \$0.05 million are not shown)

\$ millions

1. (0.6) adjustment to remove the pension costs related to ministry employees because, commencing in 2003-04, the cost to the Province of all pension benefits earned by employees is reflected in the Estimates for Management Board Secretariat
 - 1.5 adjustment for differences between when payments are made to suppliers (cash basis) and when the goods and services are received (accrual basis)
2. (1.5) adjustment to remove the pension costs related to ministry employees because, commencing in 2003-04, the cost to the Province of all pension benefits earned by employees is reflected in the Estimates for Management Board Secretariat
 - 31.3 transfer payment adjustments for differences between when funds are flowed to transfer payment recipients (cash basis) and when the recipients fulfill their obligations under the transfer payment program (accrual basis)
3. (0.2) adjustment to remove the pension costs related to ministry employees because, commencing in 2003-04, the cost to the Province of all pension benefits earned by employees is reflected in the Estimates for Management Board Secretariat

MINISTRY OF AGRICULTURE AND FOOD
RECONCILIATION OF 2002-03 ESTIMATES FROM CASH TO ACCRUAL

- 4. (0.6) adjustment to remove the pension costs related to ministry employees because, commencing in 2003-04, the cost to the Province of all pension benefits earned by employees is reflected in the Estimates for Management Board Secretariat
- 0.3 transfer payment adjustments for differences between when funds are flowed to transfer payment recipients (cash basis) and when the recipients fulfill their obligations under the transfer payment program (accrual basis)

30.2 << Total Adjustments

MINISTRY OF AGRICULTURE AND FOOD

SUMMARY

Accrual 2003-04 Estimates	PROGRAMS	Cash 2002-03 Estimates	Cash 2001-02 Actual
\$		\$	\$
CAPITAL			
235,000	Agriculture, Research and Technology Transfer Program	-	-
235,000	Ministry Total Capital	-	-
234,000	Less: Special Warrants	-	-
1,000	< TOTAL CAPITAL TO BE VOTED	-	-
235,000	Ministry Total Capital		
600,000	Net Consolidation Adjustment - AgriCorp		
835,000	TOTAL INCLUDING CONSOLIDATION AND OTHER ADJUSTMENTS		

RECONCILIATION TO PREVIOUSLY PUBLISHED DATA

DETAILS	Cash 2002-03 Estimates	Cash 2001-02 Actual
CAPITAL	\$	\$
1. Previously Published Data		
1.1 2002-03 Printed Estimates	196,711,200	
1.2 2001-02 Public Accounts		44,599,987
2. Government Reorganization		
2.1 Transfer of functions to other Ministries	(196,711,200)	(44,599,987)
	0	0

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MINISTRY OF AGRICULTURE AND FOOD

- NOTES -

MINISTRY OF AGRICULTURE AND FOOD
RECONCILIATION OF 2002-03 ESTIMATES FROM CASH TO ACCRUAL

VOTE and item	Cash 2002-03 Estimates	Adjustments from Cash to Accrual	2002-03 Estimates Presented as Accrual	2003-04 Estimates on Accrual Basis	Change from 2002-03 Estimates on Accrual Basis
	\$ millions	\$ millions	\$ millions	\$ millions	\$ millions
CAPITAL					
102	Agriculture, Research and Technology Transfer Program				
4	Education, Research and Laboratories				
	-	-	-	0.2	0.2
	-	-	-	0.2	0.2
	-	-	-	0.2	0.2
	Ministry Total Capital				
	-	-	-	0.2	0.2

*Note: Amounts are rounded to the nearest one hundred thousand dollars and amounts less than fifty thousand dollars are shown as zero.
Totals may not add due to this rounding.*

Adjustments from Cash to Accrual - Commencing in 2003-04, Estimates are prepared on the accrual basis of accounting. Information for 2002-03 and earlier years was prepared in the Estimates on the modified-cash basis. Information is provided in the following notes on the adjustments that increase or decrease the 2002-03 amounts to present them on the accrual basis in this reconciliation. The accrual presentation of the 2002-03 Estimates is not an official restatement; it is an approximation reflecting only the significant accrual adjustments as required to allow for a comparison between the 2003-04 and the 2002-03 Estimates on a consistent basis of accounting.
(Note: adjustments of less than \$0.05 million are not shown)

no adjustments from cash to accrual

MINISTRY OF AGRICULTURE AND FOOD

MINISTRY ADMINISTRATION PROGRAM :

The program co-ordinates the business planning process of the ministry through its executive management as well as providing essential business and strategic support services necessary for the efficient and effective delivery of the ministry's programs.

VOTE and item	Accrual 2003-04 Estimates	PROGRAM AND ACTIVITIES	Cash 2002-03 Estimates	Cash 2001-02 Actual
	\$		\$	\$
101		MINISTRY ADMINISTRATION PROGRAM		
OPERATING				
1	16,707,100	Ministry Administration ¹	16,219,300	15,155,409
S	36,057	Minister's Salary, the <i>Executive Council Act</i>	35,006	33,987
S	12,189	Parliamentary Assistant's Salary, the <i>Executive Council Act</i> ..	11,834	15,289
	<u>16,755,346</u>	Total Operating	<u>16,266,140</u>	<u>15,204,685</u>
	14,536,000	Less: Special Warrants	5,063,000	-
	48,246	Less: Statutory Appropriations	46,840	49,276
	<u>2,171,100</u>	Amount to be Voted	<u>11,156,300</u>	<u>15,155,409</u>
Assets				
2	803,500	Ministry Administration	-	-
	<u>803,500</u>	Total Assets	<u>-</u>	<u>-</u>
	<u>803,500</u>	Amount to be Voted	<u>-</u>	<u>-</u>

- NOTES -

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MINISTRY OF AGRICULTURE AND FOOD

STANDARD ACCOUNTS CLASSIFICATION

OPERATING

Ministry Administration (101-1)	\$
Salaries and wages	7,653,500
Employee benefits	1,384,600
Transportation and communication	736,300
Services	6,525,000
Supplies and equipment	691,400
	<u>16,990,800</u>
Less: Recoveries	283,700
	<u>16,707,100</u>
<i>Main Office</i>	\$
Salaries and wages	1,000,600
Employee benefits	127,400
Transportation and communication	142,500
Services	492,500
Supplies and equipment	56,100
	<u>1,819,100</u>
<i>Financial and Administrative Services</i>	\$
Salaries and wages	2,324,100
Employee benefits	595,500
Transportation and communication	280,300
Services	4,142,200
Supplies and equipment	250,000
	<u>7,592,100</u>
Less: Recoveries	140,300
	<u>7,451,800</u>
<i>Human Resources</i>	\$
Salaries and wages	685,000
Employee benefits	94,400
Transportation and communication	27,000
Services	87,700
Supplies and equipment	15,000
	<u>909,100</u>
<i>Communications Services</i>	\$
Salaries and wages	1,489,300
Employee benefits	181,700
Transportation and communication	110,000
Services	526,800
Supplies and equipment	90,000
	<u>2,397,800</u>
Less: Recoveries	63,400
	<u>2,334,400</u>

<i>Legal Services</i>	\$	\$
Transportation and communication	25,000	
Services	885,700	
Supplies and equipment	92,200	
	<u>1,002,900</u>	
Less: Recoveries	80,000	
		<u>922,900</u>

<i>Audit Services</i>	\$
Transportation and communication	16,500
Services	253,100
Supplies and equipment	5,100
	<u>274,700</u>

<i>Information Systems</i>	\$
Salaries and wages	2,154,500
Employee benefits	385,600
Transportation and communication	135,000
Services	137,000
Supplies and equipment	183,000
	<u>2,995,100</u>

<i>Statutory Appropriations</i>	
Minister's Salary, the <i>Executive Council Act</i> ..	36,057
Parliamentary Assistant's Salary, the <i>Executive Council Act</i>	12,189
	<u>48,246</u>
Total Operating for Ministry Administration Program	<u>16,755,346</u>

Assets

Ministry Administration (101-2)	\$
Deposits and prepaid expenses	
Services	803,500
	<u>803,500</u>
Total Assets for Ministry Administration Program	<u>803,500</u>

MINISTRY OF AGRICULTURE AND FOOD

AGRICULTURE, RESEARCH AND TECHNOLOGY TRANSFER PROGRAM :

This program provides: services to Ontario farmers and agri-businesses by working in partnerships with industry, agri-businesses, researchers and other government agencies to address provincial issues; expertise to address the critical issues facing rural Ontario such as land, air and water management; and direction, funding and accountability for diploma education, research and laboratory diagnostic testing to the agriculture and food sectors. Staff are working to ensure that Ontario farm business managers have access to the latest information and decision making tools.

VOTE and item	Accrual 2003-04 Estimates	PROGRAM AND ACTIVITIES	Cash 2002-03 Estimates	Cash 2001-02 Actual
	\$		\$	\$
102		AGRICULTURE, RESEARCH AND TECHNOLOGY TRANSFER PROGRAM		
OPERATING				
1	159,980,600	Agriculture, Research and Technology Transfer ²	121,400,200	126,493,368
S	1,000	Payments re: Guaranteed Bank Loans, the <i>Financial Administration Act</i>	1,000	-
	<u>159,981,600</u>	Total Operating	<u>121,401,200</u>	<u>126,493,368</u>
	103,471,000	Less: Special Warrants	54,847,000	-
	1,000	Less: Statutory Appropriations	1,000	-
	<u>56,509,600</u>	Amount to be Voted	<u>66,553,200</u>	<u>126,493,368</u>
Assets				
3	200,000	Agriculture, Research and Technology Transfer	200,000	-
S	11,800,000	Tile Drainage Debentures, the <i>Tile Drainage Act</i>	11,800,000	4,916,600
	<u>12,000,000</u>	Total Assets	<u>12,000,000</u>	<u>4,916,600</u>
	11,800,000	Less: Statutory Appropriations	11,800,000	4,916,600
	<u>200,000</u>	Amount to be Voted	<u>200,000</u>	<u>-</u>
CAPITAL				
4	235,000	Education, Research and Laboratories	-	-
	<u>235,000</u>	Total Capital	-	-
	234,000	Less: Special Warrants	-	-
	<u>1,000</u>	Amount to be Voted	<u>-</u>	<u>-</u>

- NOTES -

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MINISTRY OF AGRICULTURE AND FOOD

STANDARD ACCOUNTS CLASSIFICATION

OPERATING			
Agriculture, Research and Technology Transfer (102-1)		\$	
Salaries and wages	21,864,200		
Employee benefits	3,028,200		
Transportation and communication	3,235,000		
Services	18,257,600		
Supplies and equipment	1,222,400		
Transfer payments	\$		
University of Guelph	50,500,000		
Healthy Futures for Ontario			
Agriculture	45,451,600		
Municipal Outlet Drainage	7,000,000		
Livestock Genetic Improvement	3,240,100		
Competitive Research	1,350,000		
Agricultural and Horticultural Societies	1,203,000		
Strategic Partnerships	477,300		
Ontario Agri-Food Education Inc.	400,000		
Ontario Soil and Crop Improvement Association	125,000		
Ontario Beekeepers Association	115,000		
Royal Agricultural Winter Fair	100,000		
Farm Safety Association	90,000		
Farmers' Markets Ontario	90,000		
Ontario 4-H Council	80,000		
Feeder Cattle Assistance	45,000		
Grants to municipalities in lieu of taxes	45,000		
Foundation for Rural Living	10,000		
Agriculture Research Institute of Ontario - Healthy Futures	1,000		
Other Assistance for Agriculture, Research and Technology Transfer	655,200		
	110,978,200		
Other transactions		\$	
Interest Subsidy Re: Tile Drainage Debentures and Loans	1,510,000		
Municipal Taxes on ARDA owned property	10,000		
			1,520,000
			160,105,600
Less: Recoveries			125,000
			159,980,600
Statutory Appropriations			
Other transactions			
Payments re: Guaranteed Bank Loans, the <i>Financial Administration Act</i>			1,000
			1,000
Total Operating for Agriculture, Research and Technology Transfer Program			159,981,600
Assets			
Agriculture, Research and Technology Transfer (102-3)			
\$			
Loans and Investments			
Tile Drainage Loans in Unorganized Territories			200,000
			200,000
Statutory Appropriations			
Loans and Investments			
Tile Drainage Debentures, the <i>Tile Drainage Act</i>			11,800,000
			11,800,000
Total Assets for Agriculture, Research and Technology Transfer Program			12,000,000
CAPITAL			
Education, Research and Laboratories (102-4)			
\$			
Services			235,000
			235,000
Total Capital for Agriculture, Research and Technology Transfer Program			235,000

MINISTRY OF AGRICULTURE AND FOOD

INVESTMENT AND MARKET DEVELOPMENT PROGRAM :

This program contributes to the growth of a viable agri-food system in Ontario by helping to ensure the competitiveness of Ontario food processors and distributors; and to enhance the attraction and retention of investment in the sector. It also delivers programs to develop and expand domestic and international markets for Ontario-produced fresh and processed agricultural food products. In addition, the program provides services and programs for the agriculture and food sectors through agencies of the ministry that supervise the collective marketing of farm products and hear appeals of marketing and licensing decisions.

VOTE and item	Accrual 2003-04 Estimates	PROGRAM AND ACTIVITIES	Cash 2002-03 Estimates	Cash 2001-02 Actual
	\$		\$	\$
103		INVESTMENT AND MARKET DEVELOPMENT PROGRAM		
OPERATING				
1	10,605,700	Investment and Market Development ³	11,062,400	10,249,330
	<u>10,605,700</u>	Total Operating	<u>11,062,400</u>	<u>10,249,330</u>
	8,559,000	Less: Special Warrants	4,414,000	-
	<u>2,046,700</u>	Amount to be Voted	<u>6,648,400</u>	<u>10,249,330</u>

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MINISTRY OF AGRICULTURE AND FOOD

STANDARD ACCOUNTS CLASSIFICATION

OPERATING

Investment and Market Development (103-1)	\$
Salaries and wages	3,698,700
Employee benefits	352,200
Transportation and communication	1,332,500
Services	5,029,900
Supplies and equipment	<u>449,400</u>
	10,862,700
Less: Recoveries	<u>257,000</u>
	<u>10,605,700</u>
Total Operating for Investment and Market Development Program	<u><u>10,605,700</u></u>

MINISTRY OF AGRICULTURE AND FOOD

RISK MANAGEMENT PROGRAM :

This program provides services and programs for agriculture, food and rural communities through agencies and branches of the ministry that provide and coordinate: corporate risk assessment and analysis; statistical services; ministry financial safety net programs; and other financial assistance to the agriculture, food and rural sectors. Additionally the program provides leadership in food safety policy development and regulatory program delivery.

VOTE and item	Accrual 2003-04 Estimates	PROGRAM AND ACTIVITIES	Cash 2002-03 Estimates	Cash 2001-02 Actual
	\$		\$	\$
104		RISK MANAGEMENT PROGRAM		
OPERATING				
1	217,708,100	Risk Management ⁴	154,607,500	136,015,872
	<u>217,708,100</u>	Total Operating	<u>154,607,500</u>	<u>136,015,872</u>
	151,565,000	Less: Special Warrants	31,896,000	-
	<u>66,143,100</u>	Amount to be Voted	<u>122,711,500</u>	<u>136,015,872</u>
Assets				
2	4,000,000	Risk Management	-	-
	<u>4,000,000</u>	Total Assets	<u>-</u>	<u>-</u>
	<u>4,000,000</u>	Amount to be Voted	<u>-</u>	<u>-</u>

- NOTES -

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STANDARD ACCOUNTS CLASSIFICATION

OPERATING			Assets	
Risk Management (104-1)		\$	Risk Management (104-2)	
			\$	
Salaries and wages		16,826,200	Deposits and prepaid expenses	
Employee benefits		1,929,000	Safety Nets - Net Income Stabilization	
Transportation and communication		1,831,200	Program	<u>4,000,000</u>
Services		12,180,300		<u>4,000,000</u>
Supplies and equipment		1,411,400	Total Assets for Risk Management Program	<u><u>4,000,000</u></u>
Transfer payments	\$			
Safety net support for crop				
insurance, net income				
stabilization and market				
revenue programs	150,617,700			
Ontario Farm Income				
Disaster Program	26,400,000			
AgriCorp	4,982,300			
Food Safety	1,200,000			
Rabies Indemnities	100,000			
Ontario Loan Guarantee				
Program (old program)	76,000			
Farm Tax Rebate	14,000			
Other Assistance for Risk				
Management	<u>200,000</u>			
		<u>183,590,000</u>		
		217,768,100		
Less: Recoveries		<u>60,000</u>		
		<u>217,708,100</u>		
Total Operating for Risk Management Program		<u><u>217,708,100</u></u>		

