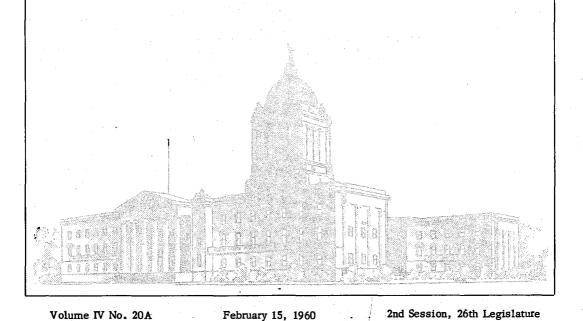


## Legislative Assembly Of Manitoba

## DEBATES and PROCEEDINGS

Speaker

The Honourable A. W. Harrison



Printed by R. S. Evans, Queen's Printer for the Province of Manitoba, Winnipeg

The Progressive Index of Votes and Proceedings will be published on Tuesdays on the last page.

## THE LEGISLATIVE ASSEMBLY OF MANITOBA 8:00 p.m., Monday, February 15th, 1960.

MR. SCHREYER: Mr. Chairman, just before 5:30 I was speaking as regards the proposed program of the government to provide sewer and water facilities for people of rural Manitoba, and I said that we shall be waiting with interest to hear some comment from the Honourable Minister as to just what the specifics of this program on sewer and water are. It can be a very good program and for which the government can take a great deal of deserved credit or it can be nothing more than a blown-up publicity stunt, and personally, I hope for the sake of the people of the province, rural Manitoba, that it will be the former. At any rate we shall wait with interest. I would also like to draw the Minister's attention to the fact that we do not have in this province what one might call a comprehensive research council or research study group and I wonder if it might not be in the better interests of all departments if we had one integrated and co-ordinated research council, one that might very well look into aspects of rural life which have not been studied as yet. We are all aware that a few years ago a Royal Commission to study agriculture and rural life was set up in the Province of Saskatchewan -- I wouldn't say that this was of pressing need here in this province at this time, but certainly perhaps some kind of study committee should be set up to look into various aspects of rural life. Perhaps data accumulated would be of immense value in dealing with all the many requests upon this government for action as regards agriculture. --(Interjection)--I'm sorry, I didn't hear the Member from Roblin's remark - - if he'd care to repeat it.

Then, too, as I said at the outset, Mr. Chairman, it is not my intention at this time to go into the rather major problem of price and so on because I felt that it was dealt with very well by the member for La Verendrye and by my own Leader, but as I said on Friday and I shall say once more, certainly this government can do something very concrete and worthwhile in impressing the Federal Government with the needs for adequate prices, and we certainly expect them to do so. Anything less will be a shirking of responsibility.

Oh, I notice in the estimates, Mr. Chairman, that there is considerable allocation for water conservation, drainage districts, and so on, and I would like to take this opportunity to draw to the attention of the administration the fact that in this province we have too much of a diversity of drainage district practices. In other words, one might go to one municipality and find that that municipality levies its drainage levies in one way and go to the next municipality and they levy their drainage taxes in another way, and I often wonder if the overall effect or result is a desirable one. I think that this administration would do well to make a study of drainage districts, their boundaries, and the methods of raising drainage taxation. Perhaps we would be in a position then to recommend a certain uniform approach to the various municipalities that are involved in drainage districts.

In my constituency, the constituency of Brokenhead, there is a considerable problem which has existed now for several years and that is the problem of erosion on the river banks - - the Red River. I raised this matter last year and all I got from that side was a lecture from the Attorney-General to the effect that people who bought land along the rivers were buying the land caveat emptor and so they really did not have any claim to any assistance from the government in combating the river bank erosion, but I would invite every member of the front bench to take a trip just north of the city, along the east bank of the Red particularly, and have a look and see the extensive damage being done in the way of bank slippage and erosion. It's getting worse every year and so far there seems to be no policy, no approach for the people to hang on to and they just simply are waiting in growing desperation. Surely, when an administration that prides itself on being alert and aware of the situation, this government has the onus upon it to have a look into this situation and see just what can be done. What makes this worse of course is the fact that in years past some municipalities have approached the government and they have received a certain percentage -- assistance in shoring up the banks, and then when other municipalities come along there seems to be nothing definite -- nothing tangible, and the people must merely wait and see every year the banks slipping down into the river. I recall last year the former Minister of Agriculture giving us the glowing report of just what the newly formed branch, water conservation, was going to do and here is a challenge for it; and I offer it to the Minister for his wise and just consideration. Well, because of this, Mr.

February 15th, 1960

(Mr. Schreyer, cont'd).....Chairman, it is with some feeling of disturbance that I notice that the appropriation for soil erosion control has been reduced. It hardly seems the time to do it in view of the fact that erosion is just as much a problem now as it ever was, and I think that this was very ill-timed.

I would also like to point out to the Minister that this province has a long, long road ahead of it insofar as the development of our co-operatives are concerned. We have here before us an allocation of \$50,000 for our co-operatives, co-operative assistance, research and so on, and salaries. This is a mere pittance when one considers that the money allocation for the Credit Unions is in this item as well -- at least I take it that it is -- it was last year. That means then that we are spending somewhere between 10 and 20 thousand dollars on co-operative development. This is indeed something to make one blink ones eyes at. I never want to bring in the Province of Saskatchewan and I very seldom do, but I would think that insofar as cooperatives are concerned here is definitely one field where we could take some advice and take some lessons from. Co-operatives in that province are almost beyond description -- away ahead of this province -- and the government is realizing its responsibility there as well. The implications of co-operative development are far-reaching, Mr. Chairman, and if we in this province do not give a helping hand to the further development of co-operatives we shall no doubt be sorry 10 or 12 or 15 years from now, because co-operatives not only affect us in the southern part of the province but there is a vast and wide field for co-operative work in northern Manitoba. I'm sure that a good many of you must have seen the young lady on T.V. some few weeks ago. She was describing her life -- summer months in northern Manitoba and then in northern Saskatchewan. There was an article in the Free Press this last Saturday -- I don't have the article with me, but it was to the effect, written by this same lady, it was to the effect that the Indians in northern Manitoba are grossly in need of some opportunity of self-help and advancement. She goes on to say what a startling and striking difference there is between the state of the Indians' well-being in northern Manitoba and Northern Saskatchewan. Now the two areas are for the most part quite similar and if the Indians in northern Saskatchewan are doing so well, largely due to fish co-operatives, then surely this government - - oh, I'm quite convinced they are very sincere in their efforts to help the Indian population, but surely they should take some action and start moving with a view to possible establishment of several fish co-operatives and other co-operative ventures in the northern part of our province.

But we'll never do that, Mr. Chairman, with an allocation of \$50,000. And allied with the matter of co-ops, it's also rather disturbing that this government has not revealed any plans or any ventures it might have with regard to the helping of co-op schools, because I think that the younger population in this province especially are in need of various schools that could be held during the summer months at different points in the province to acquaint these young people with the mechanics of co-operative business, co-operative work and so on.

Well I promised I wouldn't speak too long. I shall not say much more except that I would like to register a protest with the Minister, that if we are going over the estimates of his department we should have more copies of the report of his department. We have one here but I think that it wouldn't be asking too much if each group here had at least three or four, if not one for each one. It's hardly possible to do justice in studying the expenditures of a department and so on if one does not have the current report before him so that it might be studied.

And before I sit down, Mr. Chairman, I would like to reiterate two rather important specific points, and that is with regard to the establishment of seed cleaning plants. As I said before, the Premier made a great deal of "to do" about the need for seed cleaning plants and he was right, but since his coming into office there hasn't been anything substantial done insofar as encouraging communities to build or to construct seed cleaning plants. As a matter of fact it's quite obvious when the allocation for the loan fund for establishment of seed cleaning plants has been decreased in this year's estimates, so something must be wrong. The communities are not biting the chance largely because they simply cannot get the financial capital requirements, and so I would once again like to ask this administration if they are thinking of including a percentage grant, possibly up to a \$20,000 maximum and to finance the rest by a loan, and to leave the community with the balance of one-third to raise by itself. I don't think, Mr. Chairman, that this would take so much money. This administration would allocate possibly \$100,000 a year for five years but they could go a long way towards bringing this up to the desirable level (Mr. Schreyer, cont'd)....where you would have an adequate number of seed cleaning plants throughout the province. The economics of the situation are such that it is simply ridiculous not to make these grants, because if they are not made there will be no seed cleaning plants in the various communities, which means that weed control will be as costly as ever and farmers will lose as much as ever due to weeds.

And the last point, I would once again ask the Minister to give us more details on the scheme to provide sewer and water to the people of rural Manitoba.

MR. D. L. CAMPBELL (Leader of the Opposition) (Lakeside): Mr. Chairman, I would like to join in the congratulations that have been extended to the staff of the Department of Agriculture. I am sure that they're richly deserving of the things that have been said about them and I think it's quite proper of the Minister to acknowledge the great help that he has received from them. I have had the pleasure in my time of working closely with a good many of them and I certainly concur in the tribute that he paid to them. Like him, I would say a special word of appreciation to that really grand man of Manitoba agriculture, Jim Bell. I have known Jim for more than 40 years, because it happened that when he first became an agricultural representative it was to the Portage la Prairie district that he was assigned --He has been with the Department of Agriculture ever since, progressmore than 40 years ago ing from a junior Agricultural Representative, new and untried in the field where he made a very great success of it and still is a by-word out in the Portage la Prairie country, through the various positions in the department to have occupied the position of Deputy Minister for some years, and I certainly concur with what the Minister has said with regard to him. I think in general this department has very excellent branch heads too, and other good staff. It's been very well served through the years and they are doing a splendid job.

And I congratulate the Minister for being chosen to take a portfolio that I still consider in the Province of Manitoba to be the most important of all the portfolios, and all what my honourable friends say about education and health and even treasury, I still say that the position of Minister of Agriculture in this province is more important to the province as a whole than any of the others. And I think the Honourable the Minister will discharge his responsibilities with a great deal of zeal and will bring to bear a practical knowledge that I think is tremendously important in that position. Consequently, because he is a comparatively new man in the position, I do not hold him responsible for the things that I am going to say that don't sound very complimentary to the Department of Agriculture. The people that I blame mainly are his predecessor and his First Minister. They are the people who led the folks of Manitoba astray, along with some of their colleagues, by going out and making promises that they should have known at the time were incapable of fulfilment. They are the people who have left the Honourable the Minister in his present unhappy position of being unable to deliver on the promises that they made. And it is just impossible that he could deliver, seeing the type of promises that they made at that time. And so he is in the position here of being somewhat frustrated. I am afraid I found him rather pessimistic today -- I rather disagree with my colleague from Emerson because I thought he was even more pessimistic than usual as he enumerated the various points and problems that the farmer faces. The list of promises was so long, Mr. Chairman, and to such an extent did the First Minister dwell on Agriculture, because he wasn't handicapped by having too much knowledge about that particular industry of the province, that he went out and made such promises that it does make the performance look rather poor. The performance wouldn't show up so bad if the promises hadn't been made. Just to enumerate two or three of them, and not to go into them at any great length but to indicate the position that I take in regard to these, so that the Honourable the Minister can have the opportunity of answering me if he cares to do so and any of the other members who want to defend the present policy certainly have the opportunity of doing so too.

As a good place to start perhaps, a timely and topical one would be the emergency assistance program. Some pretty important promises were made with regard to that one as soon as the snowfall came in parts of Manitoba and the extremely wet weather in other parts. --(Interjection)-- No, that's one for which nature deserves the credit rather than the government. If they could have anticipated it they certainly would have promised it at the election time. It's a wonder that they didn't put in a disclaimer with regard to the election -- to the weather in the election program. Perhaps they forgot that one. I don't remember them

February 15th, 1960

(Mr. Campbell, cont'd)..... promising to control the weather so I can't blame them for that. But this emergency assistance program, and here I am going to emulate the example of my honourable friends and go to the Province of Saskatchewan for reference because, Mr. Chairman, in the Province of Saskatchewan, faced with a similar program, differing in some respects of course but a similar program, the Province of Saskatchewan has madegreat headway compared to what has been done in the Province of Manitoba. I note by the figures that they already have a tremendous number of payments made compared to what the Province of Manitoba has done. The Province of Manitoba has a much smaller area to deal with. But not only that, but in the way in which they meet their payments. The Province of Saskatchewan, I am informed, does not make it a condition, as this province does, that if the farmer qualifies for PFAA that he can't have the emergency assistance. Well for goodness' sake, Mr. Chairman, who ever thought out that particular program, that because a farmer qualifies under the Prairie Farm Assistance Act that he mustn't be allowed to receive this emergency assistance? Surely to goodness it's the man who does qualify under PFAA that needs further assistance. If there was ever a tailor-made case of need, without my honourable friend the Minister of Health and Public Welfare or anybody else writing the prescription, there it is -- there's the need -- that they qualify for PFA assistance, and yet this clause says no, that they can't have it. Saskatchewan not only says that they can have both PFA assistance and emergency assistance, but they also have a provision that if the farmer, because of the unfavourable condition under which his harvest was carried on, if he was unable even though he combined his fields, if he lost half of it or more that he still is eligible for this assistance. And I have always maintained that I don't see any magic in that formula of 50%. I can think of the difficulty of drawing a line right at 50%, but at least Saskatchewan has that additional advantage, that if the farmer -- all farmers know how difficult it is to harvest a crop under those conditions -- if he leaves half of it on the ground even though he went over the whole field, then he can qualify for this assistance as well.

MR. HUTTON: Mr. Chairman, would the Honourable Leader of the Opposition mind giving me the source of that information?

MR. CAMPBELL: The source of my information is the Minister of Agriculture in Saskatchewan.

MR. HUTTON: Pardon?

MR. CAMPBELL: The Minister of Agriculture in Saskatchewan. The Honourable Toby Nowlett. A very good source I would say.

I have been reading the information sheet, one of the many that has been sent out with regard to the emergency assistance program; this one is headed -- is under date of December 11th, 1959, "Hutton lists details of farm aid program - graduated scale based on need." Over on page 2 there is a short paragraph, 'Farmers who qualify for PFAA awards will not of course be eligible for similar assistance under the provincial plan." Of course they won't says the information bulletin. I don't see where the 'of course' comes in. I'd say, of course they should qualify -- of course if there's anybody that should qualify it's people that get PFA assistance because they have thereby established their need to get assistance. And after all, Mr. Chairman, this Prairie Farm Assistance payment that they get, that's their own money coming back to them, as figures have been produced here more than one year showing the fact. The Honourable the Minister gave some today that point the same thing out, proving the fact that Manitoba farmers have paid into that fund a lot more than they have taken out of it, and so it's their own money that they're getting out and it's not something that comes from the Provincial Government. I can understand the position of the Provincial Treasurer. If he's short of money and if he wants to hold down the amount that the farmers get, then I can understand that if this was going to cost the province more money, but this is the farmers' own money that's paid out of PFA, and only indirectly through what they pay anyway into PFAA does it cost the Province of Manitoba one cent. So I say, of course they should be getting this assistance -- not that of course they won't. The only possible reason that I can see, Mr. Chairman, for denying the farmers that small measure of equity is in order to save money. Now I've not been one that's been very often accused of wanting to throw away money and usually I am as anxious as anybody else to save money -- the public's money -- but I certainly am in favour under these circumstances of seeing the money that the farmers themselves pay in, returned

(Mr. Campbell,cont'd).....to them, and I certainly don't agree with that provision.

It's possible, Mr. Chairman, that the Federal M.P. for Springfield gave us the answer in this connection, because the other day the Honourable Member for Lac du Bonnet read on to the record here some words of wisdom from the Federal MP for Springfield, and just to read this to the House again, I think it should be once more made public. I'm going to read the same excerpt that my honourable friend from Lac du Bonnet did, and this is his quote, and here is where he starts to quote from the Federal Member for Springfield: "One of the things that I would like to bring to the attention of the House is the fact that this has been a very bad year for the farmers, especially those in Springfield. As a matter of fact, last December the Minister of Agriculture declared all the grain unharvested in the area east of the Red River a complete loss. To give some indication of the extent of the loss, I may say that last year under the Prairie Farm Assistance Act we paid out something in the vicinity of \$20,000 to the people in my area. This year I would estimate that under that Act we will be paying out over \$1 million to the farmers in my constituency alone." Now I wouldn't like to take my honourable friend's figures in that regard as being very accurate. They are his figures, not mine, but I would think they are away wide of the mark. If they are even close to the mark it could mean that that federal constituency would receive more under PFAA than the whole of Manitoba has received on the average since the program was instituted. But it should at least indicate that the situation is serious out there; and it should at least indicate that they would qualify for the type of assistance that the province is giving and sharing by the Federal Government. And if it's such a large area then, if there are going to be such large payments, then it is of course going to save the Province of Manitoba a great deal of money to rule that because they qualify for PFA assistance they can't get the Federal-Provincial Emergency Assistance. But I say, Mr. Chairman, that that's the kind of a saving that we should not have to see put into effect in the Province of Manitoba. I think that is a tremendous let-down to the program that has been suggested as being of benefit to our farmers.

Then I might say a word -- oh yes, before I leave that subject. I note that the estimate in the Federal House is \$6 million. That's a 50-50 program which would mean that the three prairie provinces together would be putting up \$6 million. That's a total in the prairie provinces of \$12 million under this program. And yet we were told by an estimate, that emanated I think from the Department of Agriculture here, that the loss in Manitoba alone would probably reach \$25 million. It doesn't look to me as though this is very good emergency assistance to the farmers.

Now, Mr. Chairman, I wanted to speak for a very very short time on the question of farm credit. That's been receiving a lot of attention in this House. Incidentally, I have noticed according to information that appears in the Federal Hansard, that in the Federal Farm Loans Act a young farmer is defined as one between the ages of 21 and 45. Quite a difference to Manitoba's definition. If they keep on raising this definition they might get me in yet. But when I was talking about the farm credit legislation of the Province of Manitoba and the program that is developed under it, I accused the First Minister of having led the people of Manitoba to believe that the reason that we had this duplication of a federal service, that is already in operation and that should have been tailored to meet our needs instead of us entering into a costly duplication. I accused the First Minister of having led the people to believe that the reason was that the need wasn't being met in Manitoba, and that he also led the people to believe that if he headed the government that put farm legislation into effect in Manitoba that it would meet that need by taking into account things other than just the collateral -- just the security that the farmer had to offer. And the First Minister, when I was saying that the other day, objected to that as not being a correct interpretation of what he had said. I believe I suggested to him that I would look up some proof for the assertion that I was making, so I want to remind the Honourable the First Minister of the one time -- there may be others -- one time that I know of when he was a politician turned journalist and was writing editorials for the Winnipeg Tribune. My Honourable Friend the First Minister will recall that he contributed three articles to that paper back in April of 1958, just before the election. I'm not going to go through them all. The first one has a completely gratuitous and insulting reference to a heading 'City Country Wedge Won't Solve Farm Problems", and a suggestion that the government of that day was in some way doing something that would contribute to misunderstanding between the City of Winnipeg and the rest

(Mr. Campbell, cont'd).....of the Province of Manitoba. A completely unfounded and completely gratuitous suggestion although the heading was "Agricultural Credit". I'd be delighted to read it to anybody who would want to hear it and no one would be as embarrassed as my honourable friend if I did so.

But the second article is the one where my honourable friend after a lot of perambulating gets down to the question of agricultural credit, and I do want to read a little bit of it on to the record to substantiate the statement that I made, and to remind the people of this House and of the province of the fact that the First Minister of this province before the election did. pretend that if he had the opportunity of putting in farm credit legislation that he would base it not on the safe type of loans that have been mentioned by my honourable friends from that side, but on the character and ability and other considerations of the borrower. This is from the Winnipeg Tribune of April 16, 1958, and I am reading directly from the article now. So as to be certain to not take it out of context I'll go back some considerable distance from the quotation that I want to place before the House particularly. "Farm credit is perhaps the most glaring example" -- this is a most glaring example of the failure of the government of that day to meet the farm problems -" Farm credit is perhaps the most glaring example. This province had an unfortunate experience with the old Manitoba Farm Loan Board. Certainly we must learn from that experience that there is clearly no government leadership in suggesting that reversal was suffered several decades ago and that action must therefore be inhibited forever. Other Canadian provinces are into the extension of credit in a very big way. Indeed, six of the ten provinces have provincial farm credit programs. Each of them is working well and is filling a long felt farm need. Why is it necessary for governments to move into the general field of long term farm credit? Briefly, because the need is critical and is not being met. Banks of course are not allowed to extend long term credit on farm property. Mortgage companies do not do so to any substantial extent because they are able to locate more attractive investment areas. Private people hold mortgages and agreements of sale but this is frequently done reluctantly simply to facilitate a sale of a farm." Then we come, Mr. Chairman, to the sentence, "and the Canadian Farm Loan Board is not meeting the need of the farming industry. Primarily interested in 'safe' loans, it extends credit where by definition it is least critically needed. Modern lending agencies extend credit on the security of the borrower's character and record to a substantial degree. The Farm Loan Board wants saleable assets".

I ask anybody who is acquainted with the English language to say that that was not holding out to the people of this province a definite promise that when farm credit was put into effect by any government that my honourable friend headed, that it would provide the kind of farm loans that are talked about there. My honourable friend denied it just a few days ago.

And so we see, Mr. Chairman, we see that this program too, this one like emergency assistance is being slowed down, slowed down to a walk. Slowed down for what reason? To save the Province of Manitoba money. The only reason -- to save the money. Having set the organization up they're moving at a snail's pace in order to see that the commitments don't become too heavy, and the Honourable the First Minister himself, and several of his supporters on that side of the House, have already -- including the Honourable the Minister -- have already put on the record here of this year's Hansard exactly the arguments approving of safe loans that my honourable friend was decrying when he was facing an election in this province. Just to save money. Well the government's hard up -- (interjection) -- It's a good idea -- a good idea to save money, but not, <u>not</u> by breaking the promises that were solemnly made to the people of this province. That's too high a price to pay even to save money.

Then, Mr. Chairman, with regard to crop insurance. After promising crop insurance to the people of Manitoba in two election campaigns, and after promising it to the members of this House in two Speeches from the Throne, because it's been in two of them, what has happened? The government decided to study it further and set up test areas. They set up test areas, and what assistance have they given? No premium contribution. After every investigation that has ever been made into crop insurance, in Saskatchewan or Manitoba, being unanimous on the point that crop insurance is too big a matter for any province to handle, that it must have federal participation -- but note that word 'participation'' - this province after indicating that it would see to it that we got crop insurance, and after the Federal Government - belatedly it's true, and with too little support -- but after the Federal Government had at least put crop (Mr. Campbell, cont'd).....insurance on the statute books and had at least made some contribution, too little I admit, but at least giving 20% of the premium and half the administration costs and some other fairly useful things; after the Federal Government doing that, what does this great defender of crop insurance in Manitoba do? It doesn't even make any contribution to the premium in the test areas -- in the test areas, at the time when if you ever want crop insurance you want the test areas to demonstrate its feasibility -- and no contribut ion from the Provincial Government. Surely to goodness, Mr. Chairman, the Provincial Government has at least as much of a responsibility in this as the Federal Government.

I'm not noted I'm sure, for being a great defender of the Federal Government. I say quite frankly that I think they didn't go as far as they should have gone on the basis of what they had promised to the people of the prairie provinces. They didn't go as far as they should have gone, and one reason that they didn't go as far as they should have gone is because this government didn't give them the encouragement that it should have given to them. The Honourable the Minister last year admitted -- not the present Minister, but the one who was occupying his position at that time -- admitted last year when we talked about crop insurance, he tacitly admitted that he had done nothing about it so far as the federal people were concerned; but he definitely admitted that he had found it impossible to get from the Federal Minister a copy of the Act or information regarding the provisions of the Act before it was made available in printed form; that he had found them sticky when he tried to discuss it with them; and the plain facts were as anyone could see who took part in that discussion or heard the discussion in the Chamber at that time, that the Minister of Agriculture at that time had done little or nothing -- and I think it was nothing -- in order to encourage the Federal Government to do a better job. And you remember that the First Minister was in Ottawa just at the time that we were discussing this, and we asked the then Minister of Agriculture to get in touch with his chief in Ottawa to see that even if at that late date he could get some better arrangements made, and they never were made, and I don't suppose they would be at that stage, but I think the Federal Government would have done something a little bit better if they had been encouraged by this government which undoubtedly has some influence with them.

But with all of that, as poor as the performance was by the Federal Government, at least they put the Act on the statute books, and when the Federal Government puts it on the statute books it means that they have to be prepared to go through with it in all the provinces that want it or to which it applies; and we've got to give them credit for that much. And so when the Province of Manitoba, after saying when the Act first came out, after the then Minister saying that he thought we would have it last year, eventually deciding that more study was necessary -- after twice promising it in elections, after twice promising it in the Speech from the Throne -- decided to study it further and set up crop insurance test areas - they put in no contribution toward the premium at all. Something toward administration - that's true. And I say, Mr. Chairman, did you ever see such an example as that of an attempt to implement a promise? The only conclusion I can draw from that one, the only conclusion that seems to be possible, believing that the government has some logic to its action -- the only conclusion that I can draw is that here again they don't want to see it succeed because they know that eventually it would cost them some money, and it will. And that's the only way that they can get it is by having the Federal contribution, the Provincial contribution both be substantial. And so it should be. And I'm not suggesting that the farmer shouldn't have to make some contribution. He should, but a fair arrangement as I have previously said in my opinion would be a third of the premium from the Federal Government, a third from the Provincial Government, a third from the farmer and the two governments carrying the administration costs. Well, the story of crop insurance in this province, which my honourable friends used to say was not a very good one under the former administration, is certainly much worse since.

Now, I was going to ask some of the questions, Mr. Chairman, that have already been asked with regard to some of the programs that were either mentioned in the Speech from the Throne or have been indicated by the Minister. One has already received some attention. I hold in my hand a clipping from the Co-Operator of February 11th this year, headed 'Plumbing Short Course Available'' and the Minister made some reference to that this afternoon. "Plumbing short course will be held during the winter months in any agricultural representative area in Manitoba that is requested by 15 to 20 farmers. Complete plumbing on a majority

February 15th, 1960

(Mr. Campbell, cont'd).....of Manitoba farms is the objective of the program being sponsored by the Provincial Department of Agriculture and Conservation. All farmers registering must be prepared to install plumbing on their farms, etc." I would like to ask the Honourable the Minister if that's all that is going to be done, that and the inspection that he told us of this afternoon,because if it is I agree with those who have spoken that the brave promise of the Speech from the Throne is not being very well lived up to. I would like to know how many have enrolled in this course already. I'd like to know how many farms have been inspected up to date because the article says that, prior to each course, farms of those enrolled will be visited by an agricultural engineer and a sanitary inspector who will draw up complete plans for water and sewage systems so that if somebody applies, apparently before he is enrolled the engineer and the sanitary inspector have to go out and check his farm. How many have been checked up to date? And I would like to know if the engineers and the sanitary inspectors who are going to do this work are already in the departments or are they being hired? And most important of all, just what is the assistance that is being given to those who wish to take advantage of the plan?

Because I don't want to take too long, Mr. Chairman, I'm going to skip over the deficiency payments item that I had down to mention. I'll leave the Sire Policy until we meet it in the proper item in the Estimates but I would say in passing that after the tribute that the Minister paid to the good results obtained under this plan I think it's the most illogical thing that I've ever heard mentioned in the House to say after paying tribute to the good results we're going to scale it down.

I was going to ask about the Federal Bangs Disease Policy and how that ties into the provincial program that the Honourable the Minister mentioned this afternoon, but that can be dealt with when we come to the Estimates.

I heard a word on Predator Control as someone I believe raised in the House a few days ago.

I, too, wanted to mention Co-Op Services but the Honourable Member for Rbineland has covered it very effectively. I agree with the members who have spoken about the contribution that the Co-Operatives can make to the economy of the Province of Manitoba. It's an interesting consideration, Mr. Speaker, to those who have studied the history of the Credit Union movement which incidentally originated in Canada and spread to a lot of countries of the world. It is interesting to notice that traditionally the Credit Union movement has usually prospered in times of adversity -- has not been so buoyant when economical conditions were more buoyant. I would think that the time is ripe for them to prosper in Canada with a Conservative Government in Manitoba and at Ottawa. They can make a great contribution by encouraging thrift and by keeping the assets of the community right at home. I think it's an excellent -- a very excellent program and should be encouraged.

So far as the Producer and Consumer Co-Operatives are concerned I think the great thing to keep in mind with regard to co-operatives in either the consumer or producer field, is that they don't have to do all the business, they don't even have to do a large percentage of the business in order to influence the whole of the business. And by the way that they work, they can make a great contribution in both fields. I'm not in full agreement yet with my honourable friends of the CCF as to just what constitutes assistance to them. I think that as with so many other organizations that have people of character and initiative and ability that they can do a better job themselves than by having the government try to run them too much. However, they need some government assistance in particular the Credit Unions in regard to their auditing services and such like, but we can discuss that later on.

I wanted to say a word with regard to the resolution that a lot of the members got laid on their desks from the Veterinary Association. I think that's something that is deserving of consideration in this House but that again will come up properly under an item in the Estimates and we can discuss it at that time.

The same holds true with Water Control and Conservation. Certainly we can have a discussion of that when the item is reached.

So, Mr. Chairman, I would conclude with a very brief word on the general agricultural situation. I think the Minister was very pessimistic with regard to it. And I certainly do not share his view that price is not the main consideration. I think that it's tremendously

(Mr. Campbell, cont'd).....important. And I must say that I think it can be tackled in different ways but that the assistance in that regard simply has to come from the Federal Government. Consequently I'm not holding this government responsible for the difficulties in that regard. When I used to say that from the government's side of the House the Opposition of that day used to say that I was trying to escape responsibility. I say the same thing for them that I applied to ourselves that they are not in control of the things that are the most important to the farmers of this province. As important as all these services that my honourable friend has mentioned this afternoon -- he detailed them at considerable length and they are important but as important as they all are -- as the best job that can be done with regard to all of them by the farmer even if he's perfect in his conduct with all of them, even if they measure up to the very highest standards of his departmental experts, the farmers still can't get along if at the end of it he hasn't got a reasonable price. And the question of price is so much more in the hands of the Federal and even International authorities than of ours that I cannot belabour my friends with regard to that. But I do say, as others have said here today, that this government has a responsibility to make its representations to the Federal Government on matters that are of so much concern to the farmers. This government knows that we have to live to a large extent by exports. This government knows that trade is a two-way street. This government knows that the way for us to be able to sell our products to the countries where we wish to sell them is by being willing to take their products. And this government so far as we have been aware has done little or nothing -- and I think it's the latter -- to attempt to influence the Federal Government against the policies that they have been erecting and adopting and promoting that are definitely against the interest of agriculture in this province.

What have they said to them about textiles? What have they said to them about woollens? What have they said to them about exports to Japan? Price, Mr. Chairman, in my opinion is the real main problem of the farmer today. The cost-price squeeze is the farmer's nemesis and has been for some years. He can't do anything to help himself with regard to this. He can do a lot to help himself with regard to the things that the Minister was talking about this afternoon, and the Department of Agriculture can do a lot to help him with regard to those too, but he can't do very much about these things that are most important of trade and tariffs and things of that kind. He can't do very much -- he can't do anything about the costs that affect him in his production. Oh, he can cut down, he can be more efficient and all the rest, but the costs -- the costs that continue to go up on his implements of production and on getting his goods to market and all the rest -- he can't do anything about those costs. And so he has had to face the position through the last ten years of seeing his costs go up practically 50% in the last ten years and at the same time the price that he receives at the farm -- and it's the farm that counts to him, the price at the farm goes down by 20% or more. And if that isn't a cost-price squeeze I don't know what it is. And that's the problem of the farmer today, and it's not lost markets, as my honourable friend tried to indicate this afternoon, because over the period of years the markets have been holding up very well. So what can we do? The price is what he needs in these times and he's got to look to the Federal Government. And this government ought to be making some very strong representations to the Federal Government to support the plea of the farmers if they get some kind of assistance to make up for the unfavourable position that they're placed in because of this cost-price squeeze,

MR. M. A. GRAY (Inkster): Mr. Speaker -- Mr. Chairman, I confess that I know very little about agriculture or farming and I listened with great interest to the rest of the members here who are all with exception agricultural experts. I only want to ask two questions, but before doing it I want to inform the House that my only experience in farming is harvesting for several years when I received less than \$2.00 a day working from sunrise to sunset and had to get along with what's left over of Kosher food in a farm house, namely, bread, potatoes, milk and cabbage. But before asking these questions I'd like to make a personal comment to the Honourable Member from Carillon. Since the House opened he accused the CCF on several occasions that they are not the Opposition, they are co-operating with the government. And he said that the duty of Opposition is to oppose. I felt for awhile that if the First Minister gives me a silver dollar bill, genuine, once 95 cents, I shall definitely not oppose -- it's a question of opposing. I looked up at the library and tried to get a book here which I'm not going to read, to find out what is the duty of the Opposition; whether it's to

(Mr. Gray, cont'd).....criticize which is necessary, suggest some improvements which unfortunately we cannot do because we cannot suggest increase of expenditures -- there's no desire on the part of our group at any rate to reduce any expenditures because we feel it's not enough. And I could only read two lines out of the 300 pages. (Interjection). Yes, pardon? No, not just topics of the day the author is -- I didn't think it was necessary but you could believe him; I believe him anyway - Robert MacGregor Dawson - The Government of Canada. And there's another here; it says, 'The Government expects and receives reasonable assistance from the Opposition in the despatch of non-contentious business. Organized obstruction occurs only when parties are fundamentally disagreed about the work of parliament itself." But to go on steadily and say -- accuse us that we are not the Opposition Party because we don't oppose anything even if it's good, I certainly with great respect, my friend, do not agree.

Now I'm coming to two questions and I ask them only for one purpose. We all realize that agriculture is the main industry in this province. I do not know what the City of Winnipeg would do and the rest of Canada and the rest of the world when we are producing food realizing that three-quarters of the population in this world go at night to bed hungry -- is one of the main industries and they'll have to support it in every way possible. And we all realize that farming in Manitoba has been, I hope still is, and I hope it will be in the future, the main industry in Manitoba where we get our products, we get our food, we get our daily nourishment. My question to the Minister is this: Can he tell us, can he tell the Committee -- say last year perhaps, not to go very far -- is there any increase or decrease in the individual farming? What I mean by individual farming is that a family actually lives on the farm, grows grain, raises cattle and other farming industry. I do not mean those who come here from anywhere and put in their grain in the spring and they do their harvest in the fall and we don't see them all year round - they're either at Honolulu or any other summer resort. And it would be interesting to know whether they are drifting away from their farms or they're still there. And what are the prospects for them for the future?

The second question that I want to ask is perhaps, maybe political, but it's not with me: Is in the opinion of the Minister -- the dairy industry to us is a very very important one; we cannot get our milk; we cannot get our eggs; we cannot get our cream; we cannot get our butter, unless the dairy industry is prosperous. Has he at this time -- outside of the Professor Waines' investigation -- can he as the Minister and being a farmer himself tell us whether the question -- it became an international question now, and this is the margarine, whether it will affect the industry or not? And thirdly is: What is being done to place more settlers on individual farms?

.....Continued on next page

MR. NELSON SHOEMAKER (Gladstone): Mr. Chairman, does the Honourable the Minister intend to answer the questions asked?..... Thank you.

I would first like to thank the Minister for his account this afternoon of his department and to commend him for the very large group of figures, the statistics that were made available to us but I can't help but think that every time I hear word "statistic" that it reminds me of a story that Disraeli once said, he said there were three kinds of lies -- lies, damn lies and statistics. Now I'm not suggesting for a minute, Mr. Chairman, that we listened to a bunch of lies -- far from that. But I do suggest that the statistics tend to confuse the issue to some degree. Statistics are difficult to comprehend and they're rather confusing after you listen to them for some time.

The Throne Speech is rather confusing on that particular issue, page two. And I quote, "While the estimated value of Manitoba's 1959 total agricultural production of approximately \$321 million is slightly more than \$1 million higher than that of 1958. I must emphasize that the net farm income for the year just closed will be lower than that of 1958." Well that's rather a confusing statement too but it does point out the fact that we have a cost-price squeeze. The Honourable the Minister suggested and I agree with him on this one that agriculture is still the backbone of our economy. But he also suggested or the Estimates suggest that only six or seven percent of the total estimates are directed towards agriculture. And yet, on the other hand, he states that agriculture is the backbone and that doesn't seem to quite add up. The statistics that he did quote certainly pointed up further the fact that the farmers are in a plight and emphasized the cost-price squeeze further.

A lot of talk emanating from the members on both sides of the House have suggested that while the matter of price is pretty well out of the hands of this government, that this government should at least impress their Federal friends and influence them to do something about it. And I agree with that one. But I suggest, Mr. Chairman, that they have not been very effective in that field. We heard a great deal about the wishy-washy telegram that was sent last year by this government to the government at Ottawa prior to the big march -- we have two marches now. We have what we call the big one and the little one -- the eleven hundred that went a year ago being the big one and the one sixty or so that went here a week or two ago as the small one. But the wishy-washy telegram arrived in Ottawa from this government to the Federal Government prior to the big march. Now it appears to me that the Provincial Conservative Party hasn't too much influence on our Federal friends. I have before me a clipping from the Tribune of May 14th, 1958 which might be called "The Three D's", because it says, "Dauphin gives Duff, Dief welcome". And it was quite a welcome. But I'm not going to read into Hansard all about the big band that was out to greet them and so on. -- (Interjection) -- Do you want me to read it all? -- (Interjection -- Sure) -- The whole thing?

A MEMBER: Yes.

MR. SHOEMAKER: Very good, I'll read it all. I've been asked for it, Mr. Chairman, so I'll read it all. Now, Mr. Chairman, do they or do they not want me to read all of the article? O.K. Well I'll read ..... (Interjection -- Read it all) -- Read it all? O.K. Here we go.

"Dauphin gave Duff Roblin that Diefenbaker welcome Tuesday night as the Conservative Leader officially opened his election campaign in riding which hasn't seen a straight Conservative vote for twenty-six years. This bustling town of 7,000 people gave the young challenger a red carpet treatment rarely seen in provincial politics. Complete with drum and majorettes, bandstand, bagpipes and the hall filled with 350 enthusiastic listeners. Now in return Mr. Roblin delivered one of the most dramatic speeches of his career, hitting out at the old .....

MR. CHAIRMAN: ..... can't hear exactly everything .....

MR. SHOEMAKER: "Hitting out at the old limping and lackadaisical Campbell regime and promising the government to build a better Manitoba. Mr. Roblin's campaign opener here resembled Prime Minister Diefenbaker's triumphant visit last March 17th, when he made an unscheduled step here in response to a petition signed by hundreds of young Conservatives. Mr. Roblin spoke here because of a similar petition signed by 250 supporters" -- same number. "Festivities started with a ten-car bunting-smothered cavalcade from a school on the outskirts of Dauphin to the town hall led by twelve strutting majorettes and a 32-piece brass band, Mr. Roblin and Mayor Stewart McLean, his Conservative candidate, drove along the main street

February 15th, 1960

(Mr. Shoemaker, cont<sup>i</sup>d.)... in an open convertible. Hund<sup>r</sup>eds thronged the sidewalks as the parade passed through the business section. The town hall was almost filled 15 minutes before the meeting was scheduled to start and by 8:30 p.m. all but a few seats were taken. Mr. Roblin marched to the platform with five party candidates from Dauphin and neighbouring constituencies. Buoyed up by this wave of hospitality the Conservative chief delivered a speech packed with campaign promises and sparkling with wit. In place of the deliberate meticulous Opposition Leader of the Legislative Assembly, stood a speaker able to move his audience to serious reflection or easy laughter all at the expense of the Campbell Government. The pioneer spirit in Manitoba has been weakened and watered down, he charged; we need a government willing to work hard hand in hand with the people." Now here is the part that I was going to read and I'm coming to it now so put on your hearing aids. He devoted his speech to five main topics: 1. Agriculture. "Manitoba's prosperity is wedded to agriculture," he said. "The government has -- the government" -- and he's referring to the former government -- "has by-passed its responsibility in this field. Conservatives will give farmers a sound program of farm credit and crop insurance." In Water Control -- this is plank No. 2 -- Water Control. "The government's approach to this problem has been piece-meal and half-hearted. More provincial money must be given to water control projects administered by a central board." In Agricultural Research -- "A commission set up to investigate the farmers' marketing problems would be a logical follow-up to the present Federal Commission on price spreads." He also called for better means of helping farmers to use the latest technical developments in agriculture. Plank No. 3 -- Education. "Improved teaching standards and equality of education for every child in the province is an integral part of the Conservative platform." Roads -- "Inefficiency in the Public Works Department is part of a short-sighted roads program. New roads fail to stand up to ordinary traffic," Mr. Roblin charged, "and other roads start up and never seem to get anywhere at least for ten or twenty years." He promised a province-wide survey of highways and secondary roads to encourage long term planning and assured municipalities of a sensible program of assistance for roads instead of the present system of political bargains. "When Mr. Campbell talks about good government", he said, "think about scandals involving beer, oil leases, horse racing, every year we've found something different. We want to destroy the myth that the present government is efficient. Their record is one of mismanagement and missed opportunities," and this is the closing paragraph -- I'm getting right to the end of it now -- "The people of Manitoba deserve a better government, a government which has watched the example of John Diefenbaker who has shown us the way." End of quote. And I'm -- I should reread I guess, aye? Particularly the ones where it says, 'Follow John' and that's what we suggest that you're doing. And the people are not too happy about it.

Now the -- I say that there isn't too much hope or any evidence at all to show that there's any hope of this government influencing the Federal Government and probably the article that I've just finished reading suggests that the Honourable the First Minister is still following John. Now the Honourable, the Minister of Agriculture has suggested that price is not the only factor that concerns the farmer today and I agree with him on that one, but I do suggest that it is a mighty important one. It was so important that the 1, 100 farmers that went to Ottawa a year ago, went down for deficiency payments which was intended that the farmers should obtain a fair share of the national income. If they went down there it was on a price issue. Now apparently the members opposite are not in favour of deficiency payments as such because they have amended the resolution that is presently on the Order Paper and it's quite evident that they are not in favour of deficiency payments. Now the Liberals have not generally been known as a party that favours tariffs as such but isn't it a fact that most industries, most of the industries in Canada, are operating at a profit today because of the fact that we have protective tariffs; that's the reason that they're operating at a profit, the reason that they're employed and working and it's quite understandable. And the Canadian consumer is paying the cost of that protective tariff in 1959 to the tune of over one billion dollars. Well then why exclude agriculture? Why exclude agriculture? In effect, tariffs and deficiency payments, protective tariffs do the same thing for other industries as deficiency payments will do for agriculture. They're both establishing a price at which it is profitable to produce a product. But this government does not seem to favour that nor do they seem to be ready to influence their Federal friends. It should be carried out. Now on the matter of a two-price system because after all a two price

(Mr. Shoemaker, cont'd.)... system would, in part, pay for a deficiency payment, I don't see anything wrong with that. One day last summer I had a very interesting chat with a baker in our town who does a quite a thriving business and I asked him how much cheaper could he --Pardon me?

MR. ALEXANDER: Is this the chat that you had with him last year?

MR. SHOEMAKER: Could be, but you people have a couple of new members over there and we have a couple of new members and I'm going to tell it to you again because it's a good story. I accommodated you by reading this story, now I'm going to ask you to bear with me while I tell you one of mine over again. It's only fair. So this baker tells me -- or I asked him the question, "How much cheaper could you sell a loaf of bread if the wheat was dumped off in your warehouse for free?" And he paused for two or three minutes and then he said, he certainly couldn't reduce the price of bread by more than one cent if he got the wheat for nothing. Well, then I suggested to him that if we doubled the price of wheat he shouldn't have to increase the price of bread by more than one cent. So that if we double the price of wheat for home consumption .... he said that was a fact! Certainly. .... so that if you double the price of wheat to the Canadian consumer I don't know the amount of dollars it would raise, but certainly it would raise several millions of dollars, then that could be used to pay deficiency payments or support the price of grain. All other industries, I suggest are protected -- why exclude agriculture?

Now on the matter of crop insurance and agricultural credit, the Honourable the Minister has suggested that we on this side of the House were doing everything we could to scuttle it, it just isn't so Mr. Chairman -- that is not so! We have also said that -- or certain members of our group have said, that it was duplication and I still think it is. I can't see any reason why the PFAA could not have been tailored to fit the need and had done a better job than the present crop insurance scheme is going to do. I don't know why it couldn't have been done and why it can't be done yet with the Manitoba Agricultural Credit Act. There's no reason on earth why the former Canadian Farm Loans Board couldn't -- hadn't been tailored to meet the need. In fact they are tailoring it now and liberalizing it, and that's a good word and even changed the name to the Farm Credit Act. It's been done now; why couldn't it have been further tailored to meet the need and saved all of this duplication? It costs money. And on that point, I don't know where in the estimates we find an item to cover the deficit that we might expect under both of the Acts, that is under the Manitoba Agricultural Credit Act and the money that this government will have to pour into crop insurance. It may be in the estimates -- I don't know where it is. It could be there. On the matter of crop insurance once again I say that we have no intention of scuttling it but I do suggest that the people that may scuttle it will be the farmers themselves for the simple reason that under its present form, it is not attractive enough. It's not attractive enough and I would just like to point out a few reasons for my thinking that. Now because of the fact that the maximum amount that a farmer can ensure his crop for is 60% of the long term average, in effect that represents a 60% deductible clause, in effect. Now the hail insurance companies tell me that 80% of all their losses are under 20%. Well, that indicates that there'll be few claims under crop insurance scheme. It has already been suggested that the premium is too high. I agree with that one, it is too high because the Federal Government have not made a fair enough contribution nor has this government. Now I was certainly surprised when the Honourable the Minister told us the other day he was emphasizing the amount of money that the Provincial Government was putting into this project and once again, Mr. Chairman, I want to read just one paragraph which you will find on Page 202 of Hansard, February 1st, and the Honourable the Minister of Agriculture is speaking and he said: "Mr. Speaker, it has been charged that the governments involved in the test areas of Manitoba, primarily the Federal Government and in some respects, the Provincial Government are not making a sufficient contribution to test areas to the premiums -- to the cost of crop insurance to this province in order that it can be a success. They point out that the Federal Government is paying 20% of the premiums. I would like to point out, Mr. Speaker, that in addition to the 20% of the premiums, the Federal Government is contributing 50% of the cost of administration and that the provincial government is contributing 50% of the cost of the administration and when you add the 20% premium and the 100% of administration costs, it represents between 40 and 50% of the total cost of a crop insurance program for this province." Now, I can understand an

February 15th, 1960

(Mr. Shoemaker, cont'd.)... insurance company having fairly high acquisition costs, that's the term they use, but I can't see why the Provincial Government should have administration costs as high as the Honourable the Minister has suggested in Hansard there. Of course, he hasn't told us the amount of commission that is going to be paid to agents and he hasn't told us a lot of things about it yet but it does seem to me that the administration costs, if they are as the Honourable the Minister has suggested 20 or 30% of the cost of insurance, it's too high altogether. That simply means that if you take in a million dollars in premiums, the administration costs are going to be between 200 and 300,000 according to his figures there. Too high! The Honourable the Minister of Agriculture told us in his statement this afternoon and he was comparing crop insurance to PFAA, that presently under PFAA, the farmers received 89 cents out of every dollar and whereas with the crop insurance they would receive 120 cents for every dollar I think that was the figures that he quoted. No?

MR. HUTTON: No, a dollar on every 80 cents.

MR. SHOEMAKER: Oh, pardon me. Just about the same percentage though. Now that may be so but the matter of premium is different. With PFAA, I understand the premium is 1% presently -- I may be wrong but I think that is it for Manitoba. Well it's too high too. I've always maintained that the PFAA premiums, if you want to call them that, should be different in each of the provinces. That it is a fact I believe that of late Saskatchewan receives a large percentage of the PFAA payments and their premium is exactly the same as Manitoba. So in the terms of the Honourable Minister of Agriculture it isn't actuarily sound under the present set-up. Now I'm referring to PFAA and it should be adjusted.

But to get back to the premiums again. Under PFAA if he didn't harvest a crop he would not have a premium to pay, would he? That's my understanding. He wouldn't have a premium to pay, whereas under the crop insurance proposed program regardless of whether he got a crop or not, he would have a premium to pay, and a much higher premium than he would under PFAA. And it's just another factor that adds to the already high cost of farming.

On the matter of soil and water conservation, a subject that I'm very interested in, I must say at the start that I was happy to hear the Honourable Minister say that they were going to set up a schedule of grants or a grant formula to the Riding Mountain Whitemud River Watershed Program, they were going to establish one especially for them and I was glad to hear that. I will listen with interest to the formula that he designs because presently, and I think the Honourable the Minister understands that presently it just isn't workable until we do have that grant formula and we'll no doubt hear more of that later on.

The Honourable the Minister suggested that agriculture is presently in a better position than it might well be and is in a better position than Saskatchewan by reason of the fact that it is diversified in this province or more diversified than in the other prairie provinces. And he particularly referred to cattle as being the balance wheel in the agricultural sector of our economy but I don't think I heard him refer to eggs or hogs. Now he may have but I suggest to you Mr. Chairman, that the egg market in particular is not good; in fact, it's as bad as I have ever seen it and I used to be in the hen business myself at one time and was for some ten years. It was in a bad state of affairs then, that was back in what is referred to as the "Dirty Thirties," but when I was selling eggs at 15 or 20 cents a dozen I was buying grain for about a third of the price it is today so it was offset in part by that. But certainly the largest egg producer in my constituency lives in the Arden district and he was in to my office the other day and said to me that he was losing \$30 a day -- \$30 every day on his egg production. So it certainly is bad.

Several of the members of this House have questioned the Honourable the Minister of Agriculture as to the water-works assistance to farmers and they seem to be in doubt as to whether that is the extent of the program referred to in the Throne Speech and I suggest that that's it, fellows! That is it! You've heard all there's to it. Now that's my guess, I may be wrong on that one but I think you've had it on that one. But, I was particularly disturbed to learn that there was a \$10 fee attached to this idea of making plumbers out of farmers in addition to giving them the information they're going to charge them \$10 if they get fifteen farmers in one area that's interested in coughing up \$10 and then going and listening to the plumbing talks. (Interjection) -- Well, it could be but I suggest as one member did earlier that if the government intends to get into the plumbing supply field and supply plumbing material to the

Page 582

(Mr. Shoemaker, cont'd.) ... farmers at wholesale that you will be hearing from the plumbers on that one. I know that what some or how some farmers view these so-called 'white-collared' guys and they've got better adjectives than that but I can't use it here, Mr. Chairman, but when you start charging them for the fees they'll certainly have a less opinion of them than they had before I do believe. (Interjection) -- They are not the same aye?

Now the Honourable the Minister suggested that there would be an increase in civil servants, that's quite understandable. But once again, Mr. Chairman, I want to suggest that he missed the point completely because the people of this province were certainly lead to believe that the entire Conservative program could be implemented without an increase in taxes and we now know -- we now know in this House that that is not possible.

Now Mr. Chairman I think that I will reserve anything else that I have to say until we get down to about item No. 2 in the estimates and by that time, that'll probably be tomorrow evening sometime but for now I will call it a day. Thank you kindly!

MR, EDMOND PREFONTAINE (Carillon): Mr. Chairman, I rise to take just a small part in this debate and I think that my first words should be ones of compliments to the Minister of Agriculture. I think that in the short space of a couple of months he has mastered his department quite well. That's not surprising; we farmers work long hours, he must have worked long hours to be so fluent with his department. Now, I would like him to understand that I'm not on my feet only to praise but also to criticize because I'm one who believes that the duty of the Opposition is to criticize. My honourable friend, the Honourable Member for Inkster has quoted from a book -- I'm not sure of the name of the author but I have a book here by Jennings on Cabinet Government. Jennings is one of the most famous authors on Parliamentary Government. He has another book entitled Parliamentary Government and for the benefit of some members of the House especially the newer members of the House and maybe to a certain extent to the members of the press I might quote from Jennings what he has to say with respect to the Opposition. It's Chapter IV of Government and Parliament: "The Function of the Opposition. Attacks upon the Government and upon individual ministers are the function of the Opposition. The duty of the Opposition is to oppose. It adopts Sir Toby's advice, 'So soon as ever thou seest him, draw; as thou drawest, swear horrible'. That duty is the major check which the Constitution provides upon corruption and defective administration. It is, too, the means by which individual injustices are prevented. The House of Commons is at its best when it debates those individual acts of oppression or bad faith which can never completely be overcome in a system of government which places responsibility on such minor officials as police officers. It is the public duty of the Opposition to raise such questions. It is a duty hardly less important than that of government. 'Her Majesty's Opposition' is second in importance to 'Her Majesty's Government'. The apparent absurdity that the Opposition asks for parliamentary time to be set aside by the Government in order that the Opposition may censure the Government, or that the Government is asked to move a vote of supplies for the Ministry of Labour in order that the Opposition may attack the Minister of Labour, is not an absurdity at all. It is the recognition by both sides of the House that the Government governs openly and honestly and that it is prepared to meet criticism not by secret police and concentration camps but by rational argument." And one last sentence, "Opposition and government are carried on alike by agreement. The minority agrees that the majority must govern, and the majority agrees that the minority should criticise".

Now, I think this is a good author and it is in fact our system of government that has worked so well for centuries in Great Britain and in Canada and I do not apologize when I do get up in this House to criticise. And now I have a little bit of criticism with respect to a statement that was made by the Minister of Agriculture. I think he made the statement, and I was surprised that he can do as much for agriculture, with his programs in Manitoba, as the solution of the cost, of the price question would do for the farmers of this province, or something along those lines — that he could do as much for the farmers. Well, Mr. Chairman, I do not agree with that. I think that the fundamental trouble with agriculture is the cost price squeeze. It's not the fact that the farmers are not good farm managers; it's not the fact that we are not efficient enough; that we don't produce enough; yes, these programs are in themselves good, but these just touch the fringe of the problem and I agree wholly with the Leader of the Opposition, my Leader, when he stated a few minutes ago that this government was not on its toes with

February 15th, 1960

(Mr. Prefontaine, cont'd.)... respect to asking Ottawa to do something along the lines of their provinces with respect to helping the farmers of Western Canada. I suggested this in my address to the Speech from the Throne. These programs that we have listened to are good in themselves, but according to the Farmers' Union they are supplementary issues.

I have been farming now all of my life. I am the son of a farmer. I went to St. Boniface College but came home during the summer and worked for five months on the farm. I have been farming on my own since 1923. I'm possibly one of the largest farmers in this House and I have farming at heart, and my heart is sad to see what's going on, on the farms of Manitoba now. It's getting from bad to worse. Our young folks are leaving the farms all over Manitoba. There's no more young people in the country any more and we see farmers who have farmed practically all their lives quitting now because he can't carry on because the cost-price squeeze forces them to sell. They come to Winnipeg and take jobs as caretaker and they say they are better off than they ever were on the farm, and there are quite a few of those now all over the City of Winnipeg. There are some from my own Village of Ste. Pierre -- good friends of mine. The situation is getting desperate. We were told the other day "why didn't you do it when", and we said that it was the responsibility of this government to try and press on Ottawa the question of the costprice squeeze, and we did, to the best of our ability. Nobody can charge in this House that the ex-Premier of Manitoba was trying to shield the Federal Government at Ottawa during his days -- to shield the St. Laurent government at all,

The question is getting from bad to worse. The cost-price squeeze is worse than it has ever been. We have with us now high cost economy and the farmers of Western Canada cannot operate under a high cost economy. They can't operate. They're producing under conditions of difficulty; they are selling on an open market and buying on a restricted market. It cannot go on indefinitely like that. The combine that I purchased for \$4,500 four years ago is now worth more than \$8,000. Why? Because of the high cost economy. A tractor is doubled in price -- \$2,000 to \$4,000, and if a farmer has to go to the -- not the blacksmith's shop, it's changed name, to a garage to get a repair done on his tractor, instead of paying \$150 to get an overhaul on a tractor he'll pay \$300 because the garage operator has to pay his hired help twice what he was paying four years ago. Everything has gone up -- the salaries of all the workers, the benefits of all the workers, unemployment insurance, minimum wages. Everything has gone up; everything has been protected except the poor farmer, and I say that the farmer cannot go on, and I say that all these programs are good in themselves.

I have heard many good speeches by Ministers of Agriculture just as good as I've heard today. I've heard them by my present leader; I've heard them by Mr. Bell, by Mr.Robertson, by Mr.Shuttleworth, and they were applauded even by the Opposition in those days, telling us all about these programs. By the way, there are not many things that are new in the programs that were presented to us today. A few things-absolutely--certainly a few--there's progress going on all the time to a certain extent. But I say this does not go to the core of the trouble and I say that my heart aches at the present time.

I have raised a family of four sons. I had hoped that the four of them would be farmers and encouraged them to stay on the farm. Of course I wanted them to get an education and I sent them to college. I hoped that they would come back and follow their dad's example and be a farmer after having gone to St. Boniface college. I have only one now on the farm and he's got a job in Winnipeg at the same time. I say that's the same thing all over. We're losing our boys because, and I can't blame my sons for not being farmers, in fact I'm encouraging them to leave the farm at the present time because there is no future the way things are going. They are going from bad to worse and this is a deplorable situation. We just cannot blame the young folks now for leaving the farms. We have built community halls, covered skating rinks, curling rinks, to try and keep our boys and girls in the country but no, there's no work, of course it's difficult and they are attracted by the lights of the cities; they are attracted by the salaries that they get. We know that farm boys have gone up north and they came back after having earned thousands of dollars, five or six hundred dollars a month. There are quite a lot of new cars in our village right now. Who drives the new cars? These boys who work in the City of Winnipeg -- travel morning and right. The farmers are driving trucks, many of them, or old cars. That's the situation that we have and I say that the government should attest itself not only to giving us programs touching the fringe, things which are second to the farmers; but to go at the fundamental remedies to the situation. Let us go after the Federal Government,

(Mr. Prefontaine, cont'd.)... solidly, resolutely, and not to send wishy-washy telegrams or not send anything at all. Our farm associations have made strong representations on the Federal government. They want deficiency payments. I think as long as we have these tariff walls protecting eastern industry and causing the high cost economy that we must have deficiency payments and protection for our farmers. I don't see no way at all for the time being. Of course if we could have reduced tariffs and lower cost economy then maybe we could do without deficiency payments, but we cannot at the present time, and I say that it is time that this government should do all that it can along those lines.

I don't think -- I wasn't prepared to speak tonight, I'm just speaking off the cuff, but my heart is in what I have just said. As far as I'm personally concerned, and I hate to speak about myself, I can see the day when this 880 acres of farm land that I'm farming right now will have to be sold. I don't know to whom. In our country we've had quite a many newcomers to replace oldtimers. Newcomers from Europe -- they're not used to our high standard of living and they're working 14 hours a day, 12 or 14 hours a day, and they 're trying to make a go of it and they're having a lot of trouble and they're getting dissatisfied. Some of them came with lots of money but they've seen their capital disappear at the present time and they're not so happy. I say the situation is very serious. I say to the Minister I like his programs to quite an extent but I think he's wrong when he believes that this is the solution or half the solution to the trouble that the farmers are in. It is not. The solution is the high cost economy that we're living under and it's getting worse under the Diefenbaker regime.

MR. HUTTON: Mr. Chairman, I have listened with a great deal of interest to the remarks of the members of Opposition. I can't help but take issue to some of them, and every time I hear this red herring about tariff dragged across the issue and the Conservative Party charged with being the party of high tariff, I see a little red. Let's settle this issue. Let's look at the history book. I have a couple of excerpts from Canadian Agricultural Policy by Dr. Fewke that I'd like to read to this Assembly. "Meanwhile the voice of the Canadian manufacturer, individually and officially, amplified by those of transportation, commerce and finance was the only guide effective in the shaping of Canadian fiscal policy." Liberals went to the polls in 1896 in full support apparently of their low tariff platform of 1893. In Winnipeg, in 1894, Sir Wilfred Laurier had said, "I denounce the policy of protection as bondage, yea, bondage, and I refer to bondage in the same manner in which the American slavery was bondage." In an 1896 campaign speech in Deloraine, Manitoba, the Honourable Clifford Sifton declared, "free coal oil, free clothing, and free implements you shall have if the Liberal party are returned to power." When elected the Liberals repudiated their 1893 tariff platform along with the election pledges given in its support. Another very revealing item. The Honourable Clifford Sifton came openly to avow a tariff policy based on expediency. In 1905 Sir Wilfred Laurier, speaking before the Canadian Manufacturers' Association in Quebec City, said in part, "they, the settlers in Western Canada, will require clothes; they will require furniture; they will require implements; they will require shoes; and I hope you can furnish them to them in Quebec. They will require everything that man has to be supplied with. It is your ambition, it is my ambition also that this scientific tariff of ours will make it possible that every shoe that is worn in those prairies shall be a Canadian shoe." I think those quotations from this Dr. Fowke's book speak louder than anything I could say about this, as I call it, a red herring, that is forever and perennially being dragged into the picture.

I was very pleased to listen to the member for Carillon make his remarks on the general agricultural picture and especially the future of agriculture, because so many members of the Opposition have lamented the fact that I am a pessimist and yet, Mr. Chairman, I have always been charged in the past with being an extreme optimist, and certainly I am an optimist if you compare my outlook on the agricultural future of Manitoba with that of the Honourable Member for Carillon, because certainly is holds out little hope at all. He says there is no future, there is no future. Well things were getting a little bad before he came to power.

There was another statement made by the Honourable the Leader of the Opposition. He said that it absolutely wasn't true that our troubles could be related to the loss of markets, in fact, markets weren't lost. Well, Mr. Chairman, in 1953-54 the export of oats from Canada were 65 million; 94.2% of these oats went to the United States. In 1955-56 our exports to the United States had dropped to 1.867 million. Now I don't know what you call a loss of markets.

February 15th, 1960

(Mr. Hutton, cont'd)......It seems to me that is as good an indication of loss of markets as anyone could demand. Our total oat exports dropped from 60, almost 70 million in 1953-54 to a low of a little better than 3 1/2 million in '55-56 and I gave you figures today to show that the wheat marketings of the farmers of Western Canada dropped from well over 500 million bushels to somewhere in the 300 million range in one year. So there can be no doubt, and anyone who was farming during the '50's remembers only too vividly the fact that in 1954 the grain farmers in Manitoba awoke to the fact that they had lost half their marketings of grains. I was one of them; you don't forget easily.

A great deal of emphasis has been placed on the importance of price as a factor in the welfare of the farm community. I said at the outset this afternoon that indeed it was a very important factor, but I also said that there were other factors involved and I gave statistics to show that even if prices were to improve we would still have some problems with us, and my argument is simply this, that whether our prices are better or worse we have a job to do in Manitoba. The issue between the Conservative Party and the Liberal Party in the elections of the last two years has been that we the Conservative Party in Manitoba have accepted a measure of responsibility that the Liberal Opposition refused to accept. They wanted to blame it all on Ottawa, all on prices -- it's cheaper to write letters. -- (Interjection) -- It's cheaper to write letters.

MR. GUTTORMSON: What are you proposing to do about it?

MR. HUTTON: No one is going to argue that price will always be an important factor in farm income. But price doesn't mean much to the man who hasn't got very much income, who isn't producing sufficiently to meet the needs of modern day agriculture. And this is what I am talking about today, the fact that we have problems, problems that have come upon us because of the tremendous revolution in agriculture in the last, particularly in the last decade.

MR. GUTTORMSON: What are you doing about 12¢ a dozen eggs?

MR. HUTTON: The charge has been brought that the government of Manitoba at the present time is not making any representations to Ottawa in regard to prices and the cost-price squeeze. I would be very happy, if you will permit me, to read you letters which I have written to the Minister of Agriculture in Ottawa. Would you like to hear them?

A MEMBER: As long as you read the replies.

MR. HUTTON: I'll table the reply.

A MEMBER: Why don't you table them?

MR. HUTTON: On December 30th, 1959, I wrote to the Honourable Douglas Harkness as follows: -- "The Manitoba Government views with very great alarm the effects of the deficiency payment policy in respect to eggs implemented by your Agricultural Stabilization Board a few weeks ago. Our farmers, whose farm program includes the production of eggs, have been placed in an untenable position and face an intolerable situation. This Province, as you are aware, is and will be for many years a surplus producing area. Producers of this Province are at least 1,000 miles removed from any substantial deficiency area and regularly have to accept the three to four cent price differential between Winnipeg and Montreal market quotations for Grade A large eggs. Small surpluses of this product in Canada have at times increased this differential ten cent per dozen or more for Grade A large. This is a discrimination which we have always felt as most unfair to Manitoba producing areas. We at the same time, together with other citizens of Canada, are asked to support a freight subsidy program on feed grains shipped to eastern Canada and British Columbia, areas in which the local producers have the advantage of higher market prices for their farm produced products, eggs included. This again places our producer in a less favourable marketing position. Currently, Manitoba egg producers are receiving 15 to 17¢ per dozen for Grade A large eggs while producers in some other producing areas of Canada are receiving as much as 30¢ or more per dozen. The deficiency payment policy, as we understand its provisions, is to prevent undue hardship to the small farmer or producer. In Manitoba the effect of this policy is precisely the opposite. The prospects of 16¢ or less per dozen for eggs and little or no deficiency payments is not only creating undue hardship but is forcing many farmers out of poultry raising, with the small farmer the first to either cease operation or drastically reduce egg production. This situation is occurring at a time when producers have been encouraged to diversify their program, and feed to livestock and poultry a greater volume of surplus grain. What can be more logical than the feeding of grain on the farm or in the area in which it is produced. This appears to us

Page 586

(Mr. Hutton, cont<sup>t</sup>d.) ... to be a wise policy and just plain common sense. We agree that any government policy for agriculture must encourage efficient use of capital and labour. We agree with the intent of the deficiency payment policy, but in our considered opinion the intent of this policy cannot be realized so long as the national average price for eggs determines the extent of the deficiency payments. It is unlikely that the national average price for the deficiency payment vear will fall far before the support level. Assuming that a deficiency payment of five cents is paid, producers who have received high prices for eggs will receive the same deficiency payment as Manitoba farmers. Our producers, if they continue, are left to labour under a very great handicap. One of the prime reasons that Canadians enjoy a high standard of living and a high standard of nutrition is that our prairie farmers are able to produce a wide variety of high quality food products far in excess of local requirements. The present policy on eggs will provide the admittedly needed adjustment to make production, but under this policy indications are that, due to the nature of the market, prairie farmers and more particularly Manitoba farmers will be confronted with adjustments much more severe than farmers in other parts of Canada. If it is appropriate to invoke the present policy on eggs, will it then be appropriate to invoke policies to the detriment of prairie farmers on all other surplus products? We believe that it is in the national interest to provide an economic climate which will allow a healthy and vigorous agricultural industry in all parts of Canada. We contend, therefore, that this policy and future policies relating to agriculture must be so designed as to provide maximum equity among all agricultural producers. Our farmers do not request any special privileges but rightly ask that they be given the same opportunity to produce as those operating in other areas of Canada. We therefore urge that the basis of deficiency payments be regional average price rather than national, and that the regions be so designed as to ensure that all producers in Canada be afforded equal opportunity and treatment under the Federal Deficiency Payment policy; all of which is respectfully submitted."

On January 20th I wrote another letter to the Honourable Minister of Agriculture ....

A MEMBER: Did you get a reply to the .....

MR. HUTTON: You'll receive it. — (Interjection) -- "I have your letter of January 13th with regard to the support program on eggs. I would bring to your attention two points which seriously affect Manitoba producers. First, many of our producers invested in plant and equipment on the basis of the offer to purchase policy and while you are sound in your argument that this policy encouraged over-production, replacing this policy, as rapidly as has been the case, has seriously jeopardized the investment position of these farmers. Second, while it is no doubt true that Manitoba farmers are receiving prices for their eggs which are better relative to prices being received by Ontario farmers, that has sometimes been the case. It is small comfort to a drowning man that his neighbor is up to his chin in water. Thank you for the consideration you have given me. I trust that you will appreciate my grave concern for the wellbeing of Manitoba farmer and that they will receive your sympathetic consideration." (Hear, Hear)

MR. ROBLIN: We never speak for Manitoba farmers! We never opened our mouths!

MR. SCHREYER: Mr. Chairman, would the Minister permit a question? About three weeks ago I submitted an order asking for the tabling of correspondence between the two governments as regards to deficiency payments -- resolution passed in this House at the last session. Could the Minister tell me what is the fate of my request? When will I get that correspondence?

MR. HUTTON: Your request I'm sorry to say carried with it the implication that this House had agreed to deficiency payments which was not the case and, therefore, if you want the correspondence I would suggest that you table an order for a return using the correct wording in order that I can avoid the unhappy situation of committing this government here to the fact that they agreed to deficiency payments.

MR. SCHREYER: Mr. Chairman, if I might object, the order was so written that it made clear that I was asking for the correspondence to that resolution as agreed to by this House. Now surely that was clear enough.

MR. HUTTON: We never agreed to deficiency payments.

MR. PAULLEY: Mr. Chairman, may I say on a point of privilege, in connection with the reply of the Honourable Minister of Agriculture, I'm surprised to hear his statements

February 15th, 1960

(Mr. Paulley, cont'd.) ... tonight in respect of the motion that was addressed to His Honour from this House three weeks ago. If the wording of the address was not proper surely to goodness the Minister of A griculture had ample opportunity to read the request and to study it, because it appeared in Votes and Proceedings at least two days before the motion was before the House. Mr. Speaker read out completely the address to His Honour and surely to goodness something is radically wrong when all of the rules of the House have been complied with, that the Minister of Agriculture stands up here tonight some three weeks later and tells us that because of the fact that in his opinion that the wording was not correct, because it may have committed the government to some policy, that the order that my honourable colleague -- if he puts in another order for return will receive the information. I say that an onus was on the government and the Minister of Agriculture not to accept the address to His Honour if it conflicted in any way with the opinions of the government and also -- yes, and also the House passed the address to His Honour. Now then, if this is going to be the manner in which the government of Manitoba is going to conduct its affairs in response to the requests of members of this side of the House they are not performing the functions of government, for we in Opposition, so ably presented by my honourable friend this evening the Member for Carillon, have pointed out our duties as Opposition to enquire, to criticize, and if this is the result, an indication of our criticisms of government, that three weeks after the acceptance of an address a responsible Minister of the Crown tells us that it cannot be accepted in its present form, then I would respectfully suggest to the government that they move over and out because they're not fulfilling the duties of government.

MR. ROBLIN: I suggest the situation is very simple. The Honourable Member asked a question on deficiency payments. We didn't write any letters on deficiency payments. We'll give him a nil return.

MR. PAULLEY: You didn't give him any return.

MR. ROBLIN: Well, he'll get a nil return.

MR. PAULLEY: Mr. Chairman, it's all very fine for the Honourable the Leader of the House to stand up and tell us that three weeks later. He could have told us that the next day, but that isn't the point. The point is that the Honourable Minister of Agriculture has stood up here and said to us tonight that it was not acceptable, and that if my honourable colleague desires to put in a different phrased address or order for return, it will be complied with. I say the government has failed and failed miserably in the normal function of government in Manitoba.

MR. ROBLIN: You should ask the right questions. You can't expect an answer if you don't ask the right questions.

MR. PAULLEY: It is then a responsibility of the government at the time of the introduction to inform the Opposition that in their opinion -- they have 35 members on that side of the House, Mr. Chairman, against 21 on this side. If the order was not a proper one it was their duty to inform us, and if we insisted, they had the right by strength and majority to refuse it and vote us down, but they did not take either course, and three weeks later a responsible Min ister of the Crown gives us the information that the Honourable Minister of Agriculture has done tonight. I say most improper and I doubt very much we'll find a parallel in the history of parliaments of Canada.

MR. SCHREYER: Mr. Chairman, could I just -- I'd just like to read for the benefit of the government side the order -- the address for the papers: "That an humble address be voted to His Honour the Lieutenent-Governor for a return of all correspondence between the Government of the Province of Manitoba and the Government of Canada with respect to deficiency payments to Western farmers as agreed to by this House on July 30th, 1959." In other words, the resolution was before us at the last session. It was amended and this House agreed to make this representation. I merely requested the correspondence to this effect. No objection was raised by the government side at the time when this was accepted on January 27th, and so I don't see that the Minister's argument is valid.

MR. ROBERTS: Mr. Chairman, I agree with the honourable members of the CCF Party in their case. I'd like to point out my particular case here where on February 2nd, this House did issue for a return under my name: "That an humble address be voted to His Honour the Lieutenant-Governor for a return of all correspondence between the Government of the Province of Manitoba and the Government of Canada with respect to the presently employed deficiency payment plan for eggs; and of all correspondence between the Government of the Province of Manitoba

(Mr. Roberts, cont'd.)... and the Government of Canada with respect to the presently employed Deficiency Payment Plan for pork; and all representations made to the Federal Government on behalf of the farmers of Manitoba by the Government of the Province of Manitoba with respect to the price and the support price of eggs and pork, and with respect to the method of determining to whom deficiency payments will be paid, and with respect to the method of computing the national average price of eggs and pork." And now we find today that out of a gross -- I feel a gross discourtesy to myself, to the other members of this House, the Honourable Minister rather than table this order decides to read it to the House.

A MEMBER: Only part of it.

MR. ROBERTS: And only his part.

MR. GILDAS MOLGAT (Ste. Rose): Mr. Chairman, I would suggest that there is more to this than the matter of discourtesy to the member. I would suggest, Mr. Speaker, that this is a matter of privilege of this House. The Minister, in my opinion, has no right to read that correspondence until he has laid that report on the table of this House when it's been asked of him, and after he read it the inscription here is: "Mr. Speaker presented the motion and after a voice vote, declared the motion carried" and that was it. At no time after that did the Minister get up, either the day after or any time after, and say that this was not available, and now tonight, to help his argument in his estimates out comes the literature, out comes the letters. Denying it to my honourable friend who asked for it in a perfectly legitimate fashion, who had it agreed to by this House, and now the Minister uses it for his own use in this argument denies it to him, denies it to the Member for La Verendrye. Now I suggest, Mr. Speaker, that this is an absolute breach of the privileges of this House by the government opposite us.

MR. HUTTON: Mr. Chairman, I'd like to point out to the Honourable Member for Ste. Rose that I expressly asked your permission before I read those letters. I asked you whether you wanted me to table them -- it's on Hansard.

MR. DAVID ORLIKOW (St. John's): Mr. Chairman, I suggest that the Honourable Minister at no time said he would read part of the correspondence and not the rest, and I suggest to the Honourable Minister that there could be nothing more ridiculous than for him to read one letter, then go on to read his second letter to the Federal Minister in which he replies to a letter which the Minister has written to him, and yet he will not read the letter the Minister has written or explain what's in it. It's nonsense from beginning to end.

MR. ROBLIN: Mr. Chairman, let's be fair to the Minister. I don't claim -- (Interjection) -- all right we aim to be fair to the House too. I don't claim that everything we do on this side of the House is perfect, but I think the House should listen to the explanations on this which they have not yet apparently been prepared to do. I think that with respect to what the Honourable Member for Ste. Rose said, I think we should realize that the resolution -- the address of my honourable friend from Brokenhead has got nothing to do with the correspondence that's just been read here. He had some reference to a resolution we made last year which expressly declined to deal with deficiency payments -- expressly declined to deal with deficiency payments. He may ask the question, what letters did we write about deficiency payments with respect to that resolution? But we wrote none and a nil return will be submitted. If my honourable friend's question had been phrased in terms of the operative resolution that was accepted by the House, then, of course, if we have correspondence -- (Interjection) -- but it is not because I have the resolution right here. -- (Interjection) -- Well, I will. "Therefore be it resolved that in the opinion of this House the Government of Manitoba should support the farmers of Manitoba by requesting that an immediate payment of cash assistance be made available to western farmers in order to assist them in attaining a standard of living comparable to the average enjoyed by the people of Canada." And that was put in there, Sir, as an amendment specifically to rule out this reference to deficiency payments as we all know. So I think that takes care of point number one.

MR. PAULLEY: Oh, no, it does not.

MR. ROBLIN: Well, it may not in your opinion but I think that it does.

MR. PAULLEY: Well, I can .....

MR. ROBLIN: Well, let's go on to the second order that's been raised. Now you must know, and the House does know, that when we write letters to the Government at Ottawa and we're asked to table their replies, we must have their consent to do so. That procedure is

(Mr. Roblin, cont'd.)... still in motion as far as I'm aware in connection with this particular matter. Now when the matter came up tonight the Minister desired to read his letter. He can't read the Ottawa correspondence until he gets permission from them, and I dare say that will be forthcoming very soon, and he asked the House, and I think we all heard him, for permission to read the letter into the records and he was given that permission to do so.

MR. HILLHOUSE: Subject to reading off of the reply.

MR. ROBLIN: Well of course, and I quite agree. I quite agree that the reply from Ottawa has got to be tabled in this House as soon as we're able to do so and that will be done, but I think that under the circumstances that the government is not so open to the widespread criticisms of abuse of the privileges of the members as has been made. I don't think so at all. They've challenged us on this matter; the Minister asked if he could read the letter; and he was told that he could. And when we have the authority to table the full correspondence, we'll be very glad to do so.

MR. PAULLEY: Mr. Chairman, I want to say one further word in respect of the address of the Honourable Member for Brokenhead. I cannot agree in any part at all with the explanation of the Honourable the First Minister. A little earlier in the debate this evening, the Honourable the Minister of Agriculture was talking about red herrings. If there was ever a red herring, it's the one that's being attempted to be floated across the House by the Honourable the Premier of the Province of Manitoba. He may be right by haggling over words, but there was a resolution that was adopted by this House. There was a resolution concerning deficiency payments. When the Address to His Honour was before this House the government knew, we all knew, what the resolution was that the Honourable Member for Brokenhead was referring to. And again I say to the Leader of the House, that even if he is absolutely correct, which I dispute, it was an onus on government to inform the House at that particular time that there were no letters between Ottawa and Manitoba in respect of deficiency payments. It was the onus on the Leader of the House to inform the House that there was no resolution passed in respect of deficiency payments; and it was the onus on the Minister of Agriculture or the Leader of the House to inform the House at that time. Had not my colleague asked that question tonight that he did in respect of the correspondence, we never would have known how our government operates. And I say that it's wrong and that the Honourable the First Minister is just trying to place a red herring over the whole issue. They accepted the motion, and when they accepted the motion they accepted the contents therein, and if there were no correspondence between Ottawa and Manitoba or vice versa, a nil report could have been made two or three days, at the outside, following the acceptance of the Address to His Honour.

MR. ROBLIN: Now, Mr. Speaker, the government has certain duties here but it's not one of the responsibilities...

MR. PAULLEY: And they're failing miserably in them.

MR. ROBLIN: .... but it's not one of the responsibilities of the government to think up the honourable gentleman's questions opposite. It's your job to think up the questions and I suggest to my honourable friends it's their job to be careful in the framing of their questions that they are designed to illicit the information they seek. It's not our job to correct their questions. If they ask a question which in itself stands on its own feet then that's their business.

A MEMBER: Poppycock!

MR. ROBLIN: My honourable friend can say "Poppycock" all he likes. I don't know what questions my honourable friends are going to ask.

MR. PAULLEY: Don't you read Votes and Proceedings?

MR. ROBLIN: I'm not going to take upon myself the responsibility of correcting their questions. But I will say this, and I'll accept the criticism of my honourable friends on this point, that we should have answered and given them a nil report before now. Now I make no excuse for that because I think we've got to accept the responsibility for it and I make no attempt to say that we were right in delaying this long -- we were not. We should have given him a nil report before, and insofar as that point is concerned, I'm willing to accept my honourable friends criticisms on the point. But I think beyond that, he should not ask us to go.

MR. CAMPBELL: Mr. Chairman, this is a very interesting point that has come up and I don't think we could be blamed for taking a little of the time of the House to discuss it. As my honourable friend has said, I'm sure that this is one of the few cases where the privileges of

(Mr. Campbell, continued).... the House itself have been abused. Now the First Minister has said just now that it's not up to the government to think up the questions for the Opposition. What nonsense that is! It's not the government's job, says he, to correct the questions of the Opposition. Of course, it isn't -- we know that. But what it is the government's job to do, is that when they've had notice for a couple of days in order to see what question is coming up, it is a government's job to object to the question if it isn't asked in the right way. And when this House accepts the motion, it doesn't matter how poorly phrased the question is or with what it. deals, then this House is entitled to have the answer brought down, and if the Honourable the First Minister or the Minister concerned is going to make any objection they make it at the time. Surely that's clear, and my honourable friend the First Minister can't wiggle out of it in that manner. But there's something, as the Honourable Member for Ste. Rose has said here. much beyond the mere matter of procedure. The Honourable the First Minister says that they haven't received authority from Ottawa yet and that they need that authority, and he uses that as a reason why the letters in reply can't be read. Mr. Chairman, did you ever hear anything more ridiculous than that? The reason for that courtesy that is shown between two different governments, about neither one tabling the correspondence between them until both have agreed, is so that both know about it and the correspondence comes there when both know about it. But for my honourable friend, can you think of anything more unfair to the Minister of Agriculture at Ottawa than for my honourable friend to read his side of the correspondence and withhold the correspondence from Ottawa. That's the most unfair thing that you could possibly do to Ottawa -- read his side of it without the reply, and that explanation certainly just makes the matter worse. But here is the most important point of all to my way of thinking, Mr. Chairman, if the Honourable the Minister of Agriculture, defended and supported by the Honourable the First Minister and the government majority, are going to take the position that even after this House has passed an Order for Return or has agreed to answer questions, that even after that, that a Minister will get up here and say, oh, but the question wasn't phrased properly, it didn't deal with the right thing; it asks something that we don't want to answer; we're not going to give it. What a kettle of fish that is, Mr. Chairman. I asked some questions here a short time ago - - I think the only series of questions that I have asked by placing them on the Order Paper that I have asked this session. I haven't received the replies yet but if the Honourable the First Minister stands up in his place and says, oh, but we don't think we'll -- we didn't like those questions -- we don't think -- (interjection) -- the time to say that is when they are before the House and not after.

MR. ROBLIN: No - that's incorrect.

MR. CAMPBELL: Of course it is. That's the whole point. That's the main point at issue here. The House passed the motion and after the House had passed the motion to which the government did not object at the time, the information must be brought down. That's all there is to it.

MR. PREFONTAINE: Mr. Chairman, I think this is the most serious breach of the privileges of this House that I have seen enacted in 25 years in this Legislature. The most serious breach - absolutely. What position are we in at the present time? How many of the resolutions that we have brought forward Orders for Returns are we going to get an answer to now? We don't know!

MR. CAMPBELL: That's right!

MR. PREFONTAINE: We don't know at all. There might be dozens where the Premier might come up at any time and say, well that resolution wasn't worded properly. We won't give you the answer -- after the government has passed it and approved it -- and I say this is an intolerable situation for this side of the House to be in. It hasn't happened before and I say that it's preposterous for the First Minister to come to us and advise us and chastise us because we don't draft our resolutions properly. I never heard a thing like that before.

MR. ROBLIN: Well, Mr. Chairman, I'm not doing anything of the sort. I'm simply saying you're going to get the answers to the questions you asked, and you'll get the answers to questions you asked and you'll get them before very long.

MR. GUTTORMSON: Mr. Chairman, I submitted an Order for address of Papers a year ago and I'm still waiting for them.

MR. ROBLIN: That's perfectly true, and we were not given permission by the

(Mr. Roblin, continued)... Government of Ottawa to table those at that time.

MR. PAULLEY: Well the Minister of Agriculture said he wasn't going to do it and now the First Minister says that he is — in respect of the request of my colleague from Brokenhead.

MR. HUTTON: Mr. Chairman, maybe I can iron this out a little bit. I apologize to the Honourable Member for Brokenhead for failing to table the nil return, and I would point out to the Honourable Member for La Verendrye that when I asked the House for permission this evening I was thinking of him specifically and his request, and if he had objected in the slightest I would not have read the correspondence. Beyond that I can say no more. That is all I have to offer.

MR. SCHREYER: I thank the Honourable Minister for his apology - I thank him most profusely. But what I object to is that obviously the Premier and the government is hiding behind a technicality. They know perfectly well what the intent of this address for papers is; they know perfectly well what resolution was passed on the 30th of July last; they know perfectly well that there was a resolution on the Order Paper as regards deficiency payments; they know perfectly well; it was amended; they know perfectly well it was agreed to; and so therefore why this hiding behind technicalities? And while I'm on my feet and on this matter of tabling of correspondence, I would dare say that there's something more surreptitious than meets the eye because in the Federal House a few days ago the Opposition - I believe it was a Liberal M. P., asked for the tabling of correspondence between the Federal Government and the three western provincial governments. The correspondence was tabled insofar as Saskatchewan and Alberta were concerned, and permission was not received from this government and the correspondence was not tabled, I dare say that this administration is guilty of some surreptitious outlook - I won't put it in any stronger words because perhaps they do mean well, but they are rather slow.

MR. ROBLIN: To relieve my honourable friend's feelings I can tell him that just the other day we were asked if we had any objection to tabling that information and we said, "none at all", and I presume that it will be tabled in due course.

MR. CHAIRMAN: .... You'll continue your speech.....

MR. MOLGAT: Mr. Chairman, before the Honourable Minister continues his speech, I gathered when he asked the House for permission to read this that he was also going to read the replies of the Ottawa Government. That was the understanding that we had.

MR. ROBERTS: When the Honourable Minister asked if we had any objections we said providing he reads the replies and there was nothing further said from that side of the House. I said it and several others.

MR. MOLGAT: Now, Mr. Chairman, I submit that that was the understanding on which the Minister read the letters. I ask now that he proceed and reads the letters from Ottawa.

MR. HUTTON: I misunderstood you.

MR. CAMPBELL: In addition to what the understanding was, I submit that it's palpably unfair to the Minister of Agriculture in Ottawa to not read his reply.

MR. ROBLIN: Mr. Chairman, in regard to the situation in this matter, I think the committee should allow the Minister to get in touch with the Minister at Ottawa, perhaps by telephone, and we may be able to produce this correspondence for the House with all the proprieties observed during the course of our next meeting on this particular point. But I still go back to our original stand on this matter.

MR. MOLGAT: I Suggest Mr. Chairman, in that case that it would be wise that the Committee rise and report. The Minister will have ample time tomorrow - it's private member's day and his estimates will not be up. In view of this situation that has arisen here, I think it's the only proper course for the government to follow. If they follow any other course than that I submit that it's a deliberate attempt on the part of this government to use information for their own purposes rather than supply to the members of the House as has been properly requested.

MR. ROBLIN: Well I don't agree with that, Mr. Chairman. I think that the debate will carry on very well until our usual time. I think the Minister has a few more comments he would like to make on some of the remarks that have been made. Other members wish to speak. I'm sure we'll be able to revert to this matter again when we meet tomorrow. Whenever we get to it again there will be plenty of time. I think we should carry on with the (Mr. Roblin, continued)..... discussion.

MR. CHAIRMAN: Due to the statements of the Minister and the apology to the member for Brokenhead and the statement now of the First Minister with reference to telephoning Ottawa and so forth, and the answer in due course, there's only one course now, we have a little time to go so the Minister should continue his speech.

MR. HUTTON: I would like to deal, and I must do so rather briefly now -- I would like to deal on this question of price a little further. I think that this is a most important consideration and I think that it is rather dangerous to kid the farmers of Manitoba into believing that their salvation lies in a rehabilitation of the economic atmosphere. I think it is the responsibility of the government to be honest with the farmers of this province -- honest with the farmers of this province and not to kid them along into believing that a few letters and a few meetings with the...

MR. GUTTOMRSON: When are you going to start?

MR. HUTTON: ..... Federal Government are going to iron out all their troubles. And I submit, Mr. Chairman, that the farmers of the Province of Manitoba were fed-up with the attitudes that there was nothing the Provincial Government could do to help the farmers.

MR. GUTTORMSON: What are you doing about it? What are you doing about it? Tell us what you are going to do about it?

MR. ROBLIN: Tell the people why you supported our measures.

MR. GUTTORMSON: Yes, but you didn't implement them.

MR. ROBLIN: We're implementing them.

MR. GUTTORMSON: Oh no, you didn't. You just went on and rambled and talked and talked but didn't say anything.

MR. ROBLIN: You're a pretty good example.

MR. GUTTORMSON: Aw, nonsense.

MR. HUTTON: Let's look for a few minutes at crop insurance. Crop Insurance has come in for a fair share of consideration.... (interjection)...

MR. ROBLIN: They never did it but they can criticize. They are good at that.

MR. GUTTORMSON: Will the Minister permit a question?

MR. HUTTON: Yes.

MR. GUTTORMSON: Do you think in your own judgment that the crop insurance will succeed under the present circumstances?

MR. HUTTON: I would be doing a great disservice to the farmers of Manitoba if I were so pessimistic as to discourage them....

MR. GUTTORMSON: Quit talking in circles. Give me an answer.

MR. HUTTON: I believe it will.

MR. GUTTORMSON: You think it will?

MR. HUTTON: I believe it will. I believe it's the ground work for a comprehensive crop insurance program for Manitoba.

MR. GUTTORMSON: The Provincial Government is going to share the cost?

MR. HUTTON: It's not attractive enough. We are trying to compare it with hail insurance. And it has been said in the House here that because 80% of the losses incurred by hail are under 20% that the farmers aren't going to be interested in crop insurance where they have to experience crop loss which will bring their yield below 60% of the long time average. I would like to meet the farmer who buys hail insurance to protect themselves against the 20% loss. We bought hail insurance for 30 odd years and in every case it was to protect ourselves against a 100% loss. It was to protect that margin of our production which we needed to cover the cost of operation. And so I don't think there's very much to this argument. And I think that when you consider that the crop insurance agency approaches the farmers and guarantees him against all hazards, all hazards no matter what they are, and in the northwest area he guarantees him in excess of \$15.00 an acre against every hazard. I should think that the crop insurance agency is taking all the rish that it can possibly do.

And on the question of the stinginess of the Government of Manitoba and the Federal Government, this is very interesting - we're not making any contribution. We set up \$500,000 half a million dollars for this experiment. We've put that on the line. We're on the line for \$200,000; we're on the line for 25% in any one year over \$200,000. I think that the Government of Manitoba today has put more eggs in the farmers' basket than any government in the past

February 15th, 1960

(Mr. Hutton, continued)... ever has.

MR. GUTTORMSON: Is that why they're getting 10¢ a dozen for eggs today?

MR. ROBLIN: You are great talkers over there. They did something. Oh, they did something. They got their come uppance.

MR. GUTTORMSON: What about 10¢ a dozen for eggs?

MR. HUTTON: The Government of Manitoba - what about the 13 and 14 cent deficiency payment? They say that we are not making any contribution; they say that the contemplated administration costs of this program are much too high. Well we can only go by the experience of those who have been in this field for twenty years, and in the experience of the United States' program their administration costs have approached one-third of the costs of the total programthe total cost of the program. And yet they say our contribution - our commitment to 50% of the administration costs is peanuts.

MR. GUTTORMSON: Well that's a fact.

MR. HUTTON: Well add to this the fact that the Manitoba Government is willing to risk the kind of money that is involved, the half million and each year that the province is engaged in crop insurance \$200,000 plus 25% of the remainder, and considering that ultimately under the present provisions of the Federal Act we are responsible for the total disaster risk, I think the Government of Manitoba has taken -- and the facts are that the Government of Manitoba is giving real leadership in the field of crop insurance in Canada. We're leading the way....

MR. GUTTORMSON: ....to failure.

MR. HUTTON: And Saskatchewan and Alberta and Ontario are beginning to be interested. MR. PAULLEY: May I ask the Minister if he knows why there was a delay in the Pro-

vince of Saskatchewan in respect of crop insurance?

MR. GUTTORMSON: He mustn't answer that.

MR. HUTTON: I don't know.

MR. PAULLEY: Well I'd like to inform the Minister if I may then, Mr. Chairman. The reason for the delay was that the Government at Ottawa did not introduce the legislation pertaining to crop insurance until long after the House at Saskatchewan had adjourned whereas we, due to the peculiar set-up here in Manitoba had a late summer session, otherwise there would have been no crop insurance on the books of Manitoba even in its limited way today.

MR. HUTTON: Well, we'll see if Saskatchewan gets started in 1960.

MR. PAULLEY: It's in the Speech from the Throne for the Minister's information.

MR. HUTTON: It will be interesting to note the premium rates too, and the coverage.

MR. ROBLIN: Yes, it will be very interesting to see what the premium rates are.

MR. HUTTON: Well, the Honourable the Leader of Opposition spoke about farm credit at some length and he enjoys belabouring the point that we're not lending money helter-skelter in our farm credit program. And he states that security today is the only consideration; and he states that prior to coming into office the Conservative Government or the Conservative Party said that they would lend money without security, or he implies that they stated that they would loan money without security.

MR. CAMPBELL: Mr. Chairman, I would like to correct the honourable gentleman if he's quoting me. I wasn't expressing my own opinions. I was just reading what the present First Minister said.

MR. PAULLEY: What are your opinions?

MR. ROBLIN: He hasn't got any on credit. He never did anything.

MR. CAMPBELL: I was reading my honourable friend's statement and I read them on to the record after he had denied them.

MR. ROBLIN: No, no, I deny what you say about them. I deny your interpretation.

MR. CAMPBELL: I read it.

MR. ROBLIN: You're never right on these things. You should be a little more careful — a man of your age.

MR. HUTTON: The Leader of the Opposition stated that the Federal Farm Loan Board was primarily interested in safe loans and that we have nothing better today.

MR. CAMPBELL: Mr. Chairman, I didn't state it. I was reading .. the Honourable First Minister's....

MR. HUTTON: You were reading -- and he interpretted this, Mr. Chairman, to mean

(Mr. Hutton, continued)... that our Premier today was inferring that a Conservative Government would not consider security as one of the factors in lending money. Now I think that it's foolhardy -- obviously foolhardy -- no one can seriously believe that anyone would suggest that we lend money without any security clauses whatsoever....

MR. CAMPBELL: Mr. Chairman, in fairness to the Honourable the First Minister, I must correct that statement. The Honourable the First Minister did not say that.

MR. HUTTON: No, but you were inferring. Thank you for that statement.

MR. ROBLIN: I don't mind him reading my speeches. I object to him interpreting them. I could do that much better than he can.

MR. CAMPBELL: It's your Honourable Minister of Agriculture that's interpretting. I'm just trying to keep him on the rails.

MR. ROBLIN: He's just putting you straight, you're pretty slippery! He has to watch you.

MR. CAMPBELL: I think that was a bit slippery because I was quoting from the Honourable the First Minister.

MR. ROBLIN: Oh, you're pretty slippery with your quotes. You twist them around -- leave it to you.

MR. HUTTON: Mr. Chairman, the opposition has consistantly tried to establish the fact that the Manitoba Agricultural Credit Corporation gives little consideration to ability, to integrity, and to need. Now I think that they couldn't be farther off the mark, because the idea is to find the man with the ability, with the integrity, with the need, and who has a minimum security requirement -- not the maximum -- the minimum, and I can say with all sincerity and assurance that the Manitoba Agricultural Credit Corporation puts far more emphasis upon the potential of the individual in relation to the resource that he's trying to acquire than it does upon security. And I believe that if the truth were only known, that there are people who would come to the credit corporation with sufficient security who may not be accepted because the proposal that they have to offer is not sound. So I think it is manifestly unfair to charge that the operations of the Manitoba Agricultural Credit Corporation are no improvement over the past.

MR. ROBLIN: Not only unfair, it's wrong.

MR. HUTTON: And I was very interested this afternoon to hear the Honourable Member for LaVerendrye when speaking on the farm credit policy explain the difference in the size of the loan, because of the time in which they were made. He said the \$5,000 loan of the Canadian Farm Loan Board would buy as much as the \$10,000 loan of the Manitoba Credit Corporation. Well, as a matter of fact, Mr. Chairman, the Canadian Farm Loan Board in the figures that I quoted of \$5,000 were made in 1958, and the figures that I quoted of the Manitoba Agricultural Credit Corporation were from loans made in 1959. Now surely the dollar depreciated very quickly according to the information of the Honourable Member for LaVerendrye. I think, Mr. Chairman, that we can't over-emphasize the value of the Credit Corporation to the farmers, and I say that not in terms of just today, but in terms of next year and the year after and the year after that. And to say that the Manitoba Agricultural Credit Corporation helped only 1% of the farmers in Manitoba in 1959 is ridiculous. It's true, but it is no measure or yardstick of the value of that agency to the Province of Manitoba in the years to come, and if, Mr. Chairman, the Agricultural Credit Corporation of Manitoba assists 1% of the farmers of this Province every year for the next ten years the people of Manitoba, through the government of Manitoba, will have \$40,000,000 invested in farming in Manitoba. I think this indicates not pessimism on our part but optimism. (Hear, Hear) Optimism on the part of the government.

MR. GUTTORMSON: It's eleven o'clock, Mr. Chairman.

MR. CHAIRMAN: Order.

MR. ROBLIN: If you're sleepy go home.

MR. GUTTORMSON: It's eleven o'clock Mr. Chairman.

MR. CHAIRMAN: Order, order.

MR. ROBLIN: He doesn't know the rules... you can't....

MR. HUTTON: Mr. Chairman, I believe that the courage of this government in investing money in crop insurance and in farm credit in Manitoba is the greatest example and

(Mr. Hutton, continued)... illustration of the confidence of a government in the farm community that has ever been witnessed in this province, because it took place at a time when according to the opposition we were in grave trouble, and our troubles were not helped by the fact that they refused to do anything about it. It was much cheaper to write letters to Ottawa. MR. ROBLIN: He nods his head. I'm glad he agrees with that one.

MR. HUTTON: On plumbing, well there have been quite a few remarks made about this plumbing short course. It's been cal ed wishy-washy. They want to know how much money we're pouring into it. Mr. Chairman, I think I told them this afternoon that it was felt and estimated by our agricultural ngineers that we could effect a saving to the farmer of Manitoba of approximately one-third, 30% or a little better, and that if the average costs of plumbing installation in the farm home were in the neighbourhood of \$2,000 that this would represent a saving to the farmer of over \$600, and when the Honourable Leader of the Opposition was heading the government of this Province he believed that a penny saved was a penny made. Now I think the same thing holds true for the farmer, that a penny saved is a penny made, and anything we can do in the department to help the farmers of Manitoba to save pennies and to acquire some of the advantages of modern day living then we are giving them real assistance. And I think the question arose, Mr. Chairman, as to whether we were going into the plumbing supply business and we were going to open a warehouse. Well, I'd like to point out that in Saskatchewan....

MR. ROBLIN: There's a lot of plumbers over there.

MR. HUTTON: In Saskatchewan, Mr. Chairman .... (interjection)... I would like to point out, Mr. Chairman, that in Saskatchewan the government became involved in warehousing chemicals for the farmers of that province and yet here in Manitoba where we handle it in a different manner, our farmers are able to spray their fields for insect control at two to three cents per acre saving over the farmers of Saskatchewan, so that it doesn't always follow that because a government becomes involved in either a chemical purchasing program or whether we become plumbers, it doesn't follow that there will be a saving effected to the farmers of Manitoba. There has been a lot of publicity about the program in Saskatchewan -I know very little about it and I think we'll have to wait and see, Mr. Chairman, just how much money is saved for the farmers of that province through the program that they have proposed. And I would like to say this, that I would very much like to take credit for this program. I think it's a wonderful idea. But you know I can't take credit for it and neither can the department. If it's a wishy-washy idea some of the members of this Assembly should move out into the farm community and find out what the farmers are thinking, because this policy was set up on the express request of some of the farmers of Manitoba, and so I think it points up something that we should all be aware of, that sometimes we can strive so hard to help someone that we fall over them and cause them more harm than good. And regardless of what the members of this House -- the opposition members of this House feel, I still believe that the majority of the farmers in Manitoba are ready and willing to co-operate with the Provincial Government that is ready and willing to find some answers to their problems. And I believe that they have proved it in the last two years by their actions.

I would like to point out some other criticisms. One that the Honourable Member for La Verendrye made directing some criticism to the lack of studies and research in the field of farm problems. I expect he didn't have an opportunity to look at the index of the report on research at the University of Manitoba. But in particular he raised the question of vertical integration and contract farming, and I wonder if the member for La Verendrye is entirely clear on what vertical integration and contract farming represent and the difference between them, because there has been a great deal of confusion on this point and, as a matter of fact, rather than lagging behind in this field I'm happy to say that at the University of Manitoba, the Faculty of Agriculture has given real leadership in this field, not in Manitoba, in Canada. I'm sure that the Honourable Member for La Verendrye has heard of Professor Crepin — he must have read some of his articles. He has worked for the last two and a half years on this problem of vertical integration and contract farming. He has had two academic publications in widely read scientific journals, one of them the Journal of Farm Economics and the Journal of Political Economy. His concept has been accepted in Canada as a basis on which to do applied work in agriculture. I think that is — in fact I'm quite happy that he chose to criticize the

Page 596

(Mr. Hutton, continued)... program in this regard because he couldn't have been more wrong. I would like...

MR. ROBERTS: Would the Minister please tell us what good that information is to the farmer? Has he ever received any dissemination of it? That's my point.

MR. HUTTON: Well in this regard there has also been a great deal of work done at the university by some of the other members of the staff, and there have been five or six mimeographed papers that have been distributed and widely read. I'm sure the Honourable Member for La Verendrye knows of the great publicity and acknowledgement by the people who are knowledgable in agriculture, of the members of the Department of Agricultural Economics at the University of Manitoba and the work they have done -- outstanding work. On the question of our tardiness in dealing with the misfortune that befell the people of Manitoba in 1959, I would just like to remind the members of the Liberal Opposition of the troubles they had. The Seine River overflowed in 1955, and according to my information it took the previous government a year to complete their inspections of building damage and so forth. And then there was another one in the Municipality of Cartier in 1955, and it took them another year and here are the reports. And I would like to remind them when they criticize our program of assistance to the farmers and how cheap we were, that in 1954 the farmers of this province suffered the greatest crop loss since 1935. I didn't hear of any assistance to farmers. Things were pretty tough down on the farm in 1954. Our total net income as I told the House this afternoon fell to 65 million. That was our net income. It fell 40% in one year. The loss of crop was far more widespread; many more people were hurt; the need for cash in the farm community was far more acute than it is at the present time; they did nothing -- (interjection) -- I agree there was a pretty tremendous hail storm in 1956 in the Souris area, if I remember correctly the damage ran to some 16 millions. I can't remember any program that they had at that time --(interjection).. Mr. Chairman, they compare Saskatchewan and Manitoba and they say Saskatchewan did this, but in Saskatchewan the snow line was cut off just about at the Qu'appelle Valley, and southern Saskatchewan was pretty well threshed out -- and southern Saskatchewan wouldn't qualify anyway, the PFA Areas wouldn't qualify anyway. And I wonder, Mr. Chairman, if when the facts are all in, I wonder how much duplication there will be in Saskatchewan in spite of their policies? And here in Manitoba they say isn't it right that the man who qualifies for P.F.A.A. should get assistance? Isn't it right that he should get this extra acreage payment? Well, on what basis did the man who qualified for the acreage payment get his assistance? On exactly the same basis as the man who qualified for P.F.A.A., so it was as manifestly unfair to give the man in the P.F.A.A. eligible list two payments as it would be to leave this other chap who was unfortunate enough to have lost out in an ineligible area. And so it's very simple, I think logical -- we endeavour to see to it that all farmers in Manitoba who had lost their crop for one reason or another, whether it be for reasons that would come under P.F.A. A. or whether it was because of the early snowfall, we endeavoured to see that every one of these farmers who had threshed less than 8 bushel of wheat or its equivalent per acre and who had failed to harvest less than 50% of his crop, we endeavoured to see that they got assistance. And I want this House to remember this, that the regulation of 50% unharvested was not a provincial regulation, it was a federal regulation. We had nothing to do with it. I think that I will save you any further discomfort and allow you to --

MR. MOLGAT: Read us some more letters.

MR. HUTTON: Wish I could and allow you to take your rest. Thank you, Mr. Chairman.

MR. ROBLIN: I move the committee rise, Mr. Chairman. (interjection). Save a few for tomorrow, they're going to need some more tomorrow.

MR. CHAIRMAN: Mr. Speaker, the Committee of Supply requested me to report progress and ask leave to sit again.

MR. MARTIN: Mr. Speaker, I beg to move, seconded by the Honourable Member for Cypress, that the report of the committee be received.

Mr. Speaker presented the motion and after a voice vote declared the motion carried.

MR. ROBLIN: Mr. Speaker, I beg to move, seconded by the Honourable Minister of Industry and Commerce, that the House do now adjourn.

Mr. Speaker presented the motion and after a voice vote declared the motion carried, and the House adjourned until 2:30 the following afternoon.

February 15th, 1960