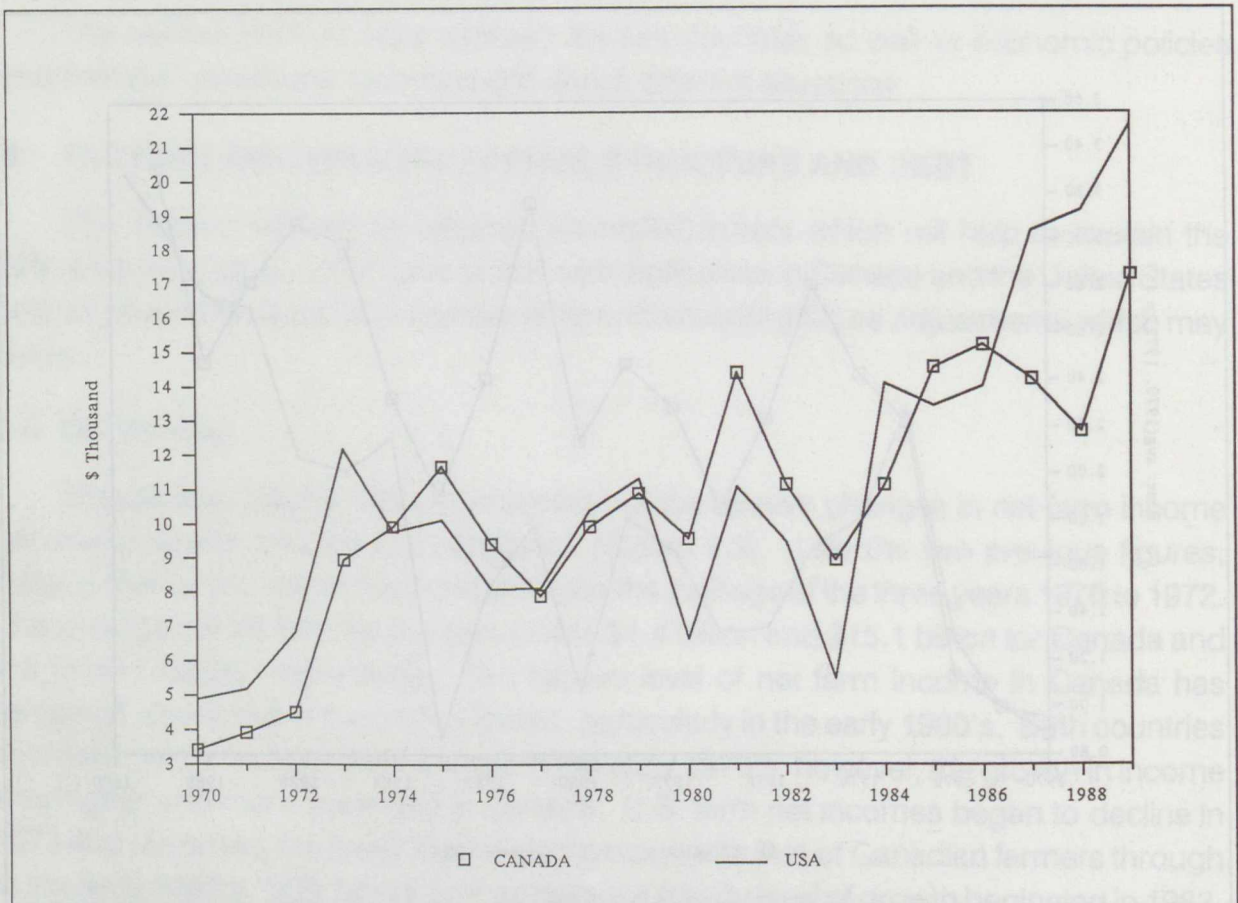


Figure 2.4
Comparison of Net Farm Income per Farm, Canada and the United States,
1970 - 1989



Source: Statistics Canada & U.S. Department of Agriculture, Economic Research Service

Relative to their respective base periods of 1970-72 net farm income in Canada has generally been higher than in the United States. Farm income has been supported in both countries by generous levels of direct government subsidization. In Canada, between 1985 and 1989, government subsidies from all sources reached \$14.33 billion⁴. This amount represented 13 percent of total cash receipts and 44 percent of net cash farm income for this period.

⁴ Statistics Canada, *Agricultural Economics Statistics*, (21-603), Ottawa, 1990, Receipts Section p. 27-31.