



**BC Continuous Quota Position as of**

July 2013 = 0.13%

August 2013 \*forecasted -0.09%

## Issues Update September 2013

Volume 19 No. 2 -For the August 2013 Production Month

### Producer Component Prices and Standard Blend Price

The producer component prices for the month of August are as follows:

BF= \$9.9564, PR= \$9.2802, OS= \$1.8859 or an equivalent return of \$76.5637 per standard hectolitre. This return compares to \$79.297 in July 2013, with a difference of -\$2.7339/std.hL. The P10/WMP equalization transfer for the month of July was -\$2,003,569.58.

Please refer to the BCMMB Statistics for the month of August 2013 for more details.



[www.milk-bc.com](http://www.milk-bc.com)

**Notice to Producers**-Organic Sleeve Crystallization Policy  
**Notice to Producers**- BC Dairy Quota Policy and Governance Consultation Regional Meeting Schedule

To see these notices in detail and a complete listing of all other Notice to Producers please visit [www.milk-bc.com](http://www.milk-bc.com)

### Notice to Industry BC Dairy Quota Policy & Governance Consultation | September-October 2013

The BC Milk Marketing Board is conducting a consultation with the support of the BC Farm Industry Review Board (BCFIRB) that will be used to develop an effective long term quota allocation and governance policy. The Milk Board has developed a Discussion Paper in support of the consultation, which is now available for review and feedback and can be found through a dedicated link at [www.milk-bc.com](http://www.milk-bc.com).

The objective is to evaluate BC dairy quota policy through a transparent consultative process with the aim of developing an effective quota allocation and governance policy that will preserve, build and transition the BC dairy industry for future generations.

**The project scope will be limited to matters related to quota governance that fall within the authorities of the Milk Board and BCFIRB. It is not a review of dairy supply management or the Milk Board powers and duties, nor will it consider Milk Board policies unrelated to quota governance.**

Any new policy proposals and additional quota governance options will consider broad impacts relative to the Milk Board's 2020 Strategic Plan, and will take into account the BC regulated marketing sector's [sound governance \('SAFETI'\) principles](#), the BC supply management quota governance principles established through BCFIRB's [2005 Specialty Review](#) and the BC Ministry of Agriculture's [Regulated Marketing Economic Policy](#).

As per the previously released NTP on August 27, 2013, in order to ensure participation in the consultative process, the Milk Board has advised a series of regional face-to-face listening sessions with dairy industry stakeholders will take place in September & October 2013. These sessions will be based on the discussion paper and the questions that follow. In order to effectively participate in the face to face sessions, please review the discussion paper prior to attending. As time will be limited, the facilitator will focus on discussion and will not provide any detailed policy explanations.

Please review the [regional meeting schedule](#) online for a meeting in your area. During the September & October face to face listening sessions, you may also provide input through the website. *(Please see page 2 for Regional Meeting Schedule--over-->)*

Questions or comments can be emailed directly to [quota-governance@milk-bc.com](mailto:quota-governance@milk-bc.com)

### Provincial Freight

The producer freight rate calculations for the months of July and August are summarized below:

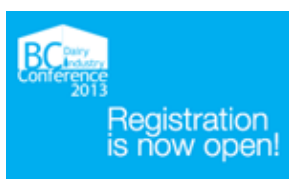
Freight Rates (\$/hl)	Jul	Aug
Zone Transportation Costs	2.96	2.98
Less: Vendor Billings	(0.07)	(0.08)
Less: I/P Freight Cost Recovery	(0.00)	(0.00)
Gross Provincial Freight Rate	2.89	2.90
Add: Train/Volume Discounts	0.30	0.29
Less: Stop/Extra Pick-Up Charges	(0.13)	(0.14)
Transportation Department Costs	0.00	0.00
Adjustments from Prior Period	(0.04)	0.02
<b>Net Provincial Freight Rate</b>	<b>3.02</b>	<b>3.07</b>

### Continuous Quota

Cumulative Over/Under Production (with limits) as of:

	July 2013	%*
	Kg of BF	
NL	-87,398	-4.78%
P5	1,070,891	0.45%
WMP	245,474	0.34%
P10	1,228,967	0.39%
<b>BC</b>	<b>34,806</b>	<b>0.13%</b>

\*Cumulative Over/Under Production (with limits) expressed as a % of the most recent 12 months total quota.



### BC Dairy Quota Policy & Governance Consultation Regional Meeting Schedule | September-October 2013

Please review the regional meeting schedule for a meeting in your area

Date	Region/Venue	Time
<b>Sep 26, 2013</b>	<b>Vancouver Island-Nanaimo</b> Coast Bastion Hotel	<b>7:30 PM</b>
<b>Oct 1, 2013</b>	<b>Fraser Valley-Abbotsford</b> Ramada Inn & Conference Centre	<b>7:30 PM</b>
<b>Oct 7, 2013</b>	<b>Bulkley Valley-Smithers</b> Hudson's Bay Lodge	<b>11:00 AM</b>
<b>Oct 7, 2013</b>	<b>Cariboo &amp; Peace River-Prince George</b> Treasure Cove Hotel	<b>7:00 PM</b>
<b>Oct 8, 2013</b>	<b>Fraser Valley-Chilliwack</b> Rainbow Country Inn	<b>7:30 PM</b>
<b>Oct 9, 2013</b>	<b>Okanagan-Salmon Arm</b> Prestige Harbourfront Hotel	<b>10:00 AM</b>
<b>Oct 10, 2013</b>	<b>Kootenays-Creston</b> Ramada Creston Hotel	<b>11:30 AM</b>

### Milk Quality Report

The provincial averages and quality bonus data based on the official milk quality tests for July and August are:

Milk Quality Data	Jul	Aug
Individual Bacteria Count	24,788	22,112
Somatic Cell Count	172,453	182,820
Quality Bonus Qualifiers (%)	69.61%	68.30%

### Producer Payments

Participants in the August | September | October Pools will receive their payments as follows:

Month of Production:	Advance Payment	Final Payment
August	Sep 3	Sep 19
September	Oct 1	Oct 18
October	Nov 1	Nov 20

### Credit Transfer Average Prices

Effective August 1 <sup>st</sup>	Conventional/Organic
Average Price	\$7.01/\$4.75

A Summary of Credit Transfer Statistics can be found at [www.milk-bc.com](http://www.milk-bc.com) with other credit transfer documents.

### Quota Management-Important Dates

Application Deadlines	Date & Time	Effective Date(s)
Quota Exchange	Oct 1 @ 1:00pm	Nov 1
CDQ Buy/Sell of Credits	Sep 25 @ 1:00pm	Sep 1 Oct 1

If you have any questions please contact Kathy Wallis  
604.854.4471 [kwallis@milk-bc.com](mailto:kwallis@milk-bc.com)

[www.milk-bc.com](http://www.milk-bc.com)

### Quota Management News

#### NEW Quota Exchange Buyer Application Forms

NEW Quota Exchange BUYERS Application forms are now available in documents found in producer secure zone of the BCMMB website.

A new "REQUIRED" section has been added to the BUYERS Quota Exchange Application form to ensure timely operation of the Quota Exchange.

Producers submitting a bid to BUY on the quota exchange are now required to complete the newly added section confirming the following bid requirements:

- Bank Letter on file with BCMMB covers FULL SETTLEMENT TOTAL OF BID, and
- Bank Letter on file will not EXPIRE prior to the date when balance is due for quota purchased on the current month's exchange

If you are unsure of the status of your bank letter on file with the BCMMB, prior to submitting your application form please contact the BCMMB office and we will be happy to check your file for you.