



Issues Update June

Producer Component Prices and Standard Blend Price

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

BF= \$10.2010, PR= \$9.0016, OS= \$1.8851 or an equivalent return of \$76.5392 per standard hectolitre. This return compares to \$76.0490 in April 2011, with a difference of + \$0.4902/std.hL. The P10/WMP equalization transfer for May was \$953,646.92. Please refer to the BCMMB Statistics for the month of May 2011 for more details.

Notice to Producers-Organic Sleeve Policy

September 1st, 2011 – January 31st, 2012

The Board is issuing a sleeve to all organic producers in production on September 1, 2011. The total sleeve issued to organic producers will be 2.5% of their owned specialty continuous daily quota (SCDQ).

Organic producers should take note that flexibility (+5/-15 days) under the CDQ system will be adjusted once the sleeve is reduced on September 1, 2011.

Producers are advised to make the required changes on their farms to remain within the adjusted flexibility limits on September 1, 2011.

The sleeve is non-transferable and will be in effect for a five month period.

If you have any questions or concerns regarding this policy, please contact Zahra Abdalla-Shamji at 604.854.4480 or at zabdalla@milk-bc.com

**Please visit www.milk-bc.com to view complete "Notice to Producers"*

Notice to Producers- General Allocation

The Board has decided to implement a general allotment effective June 1, 2011. Producers will be informed of their quota increases by way of individual notices. Key determinants for this allotment are set out below:

- The amount of CDQ to be allotted is 1%
- Consistent with the Consolidated Order, the allotment will be performed on a pro rata basis
- Each eligible licensed producer's CDQ as at June 1, 2011 will serve as the basis for determining the pro rata CDQ amount
- The allotment will be subject to the 10/10/10 assessment policy

If you have any questions or concerns, please contact Rob Delage at 604.854.4475 rdelage@milk-bc.com.

**Please visit www.milk-bc.com to view complete "Notice to Producers"*

From the Field

Well hopefully now with some warmer, drier weather for many regions of the province, you have all been able to finally get some corn in the ground! I'll be brief this issue but here are a few KEY quota management items you need to be aware of over the next few months:

- 1) **General Allocation June 1st:** A 1% allocation has been implemented retroactively to June 1st. Be reminded that if any adjustments to your over/under balance need to be made as a result of this quota increase, the credit transfer deadline for June 1st is June 24th! Please don't hesitate to contact myself or Kathy if you need some assistance with quota calculations to determine your balance.
- 2) **Incentive Days:** Have officially been issued! Here is what has been allocated over the next six months:

June	1 Day	September	2 Days
July	1 Day	October	2 Days
August	1 Day	November	1 Day
- 3) **The Over-Quota Penalty:** Has been **REVISED** as of June 1st, 2011, please refer to the newsletter article or the Notice to Producers for more details.
- 4) **No More Dairy Year:** Just a quick reminder to everyone that with the transition to CDQ last year, we **NO LONGER OPERATE ON A DAIRY YEAR!** Therefore, there is **NO YEAR END**; which means there is no deadline to meet at July 31st as there has been in the past. Two important things to keep in mind because of this:
 - a. Your production will still roll month to month, so there is NO NEED to make unnecessary adjustments to your production or buy/sell credits to meet what is now a non-existent deadline
 - b. The Quota Exchange will run in both July **AND** August

Please don't hesitate to contact me (604)302-8835 or at mlantz@milk-bc.com

Regards, Melanie

Provincial Freight

The producer freight rate calculations for the months of April and May are summarized below:

Freight Rates (\$/hl)	April	May
Zone Transportation Costs	3.07	3.14
Less: Vendor Billings	(0.10)	(0.11)
Less: I/P Freight Cost Recovery	(0.04)	(0.10)
Gross Provincial Freight Rate	2.93	2.93
Add: Train/Volume Discounts	0.29	0.29
Less: Stop/Extra Pick-Up Charges	(0.16)	(0.15)
Transportation Department Costs	0.01	0.01
Adjustments from Prior Period	0.01	0.00
Net Provincial Freight Rate	3.08	3.08

Continuous Quota

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

April 2011		
Province	Kg of BF	%*
NL	-240,027	-12.22%
PE	-9,898	-0.25%
NS	-61,940	-0.92%
NB	-18,904	-0.36%
QC	-1,216,292	-1.05%
ON	-1,320,898	-1.33%
MB	-169,093	-1.38%
SK	-167,955	-1.91%
AB	-386,223	-1.53%
BC	-322,828	-1.27%

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

Quota Exchange News

The next Quota Exchange deadline is

Monday, July 4th, 2011 @ 4:30pm

For transfers effective August 1st, 2011.

If you have any questions please contact Kathy Wallis
604.854.4471 kwallis@milk-bc.com

NEW

Quota Exchange Sealed Bid Flexible Secure Option

Effective immediately the BCMMB has made a fax and/or email system available to producers for submitting Quota Exchange applications. KPMG is the administrator of this information which will allow producers to have a flexible secure option to participate on the quota exchange **in addition to mailing or dropping off applications in person.** This system will allow a producer to fax or email a completed quota exchange application to a secure system administered by KPMG.

Fax Number: 866.390.8645

Faxed applications ~the only confirmation of the fax being received will be generated by the producers fax. No Confirmation will be generated from KPMG.

Email: BCMOMBQuotaEx@kpmg.ca

Emailed applications ~A Confirmation will be generated from KPMG as follows:

"Thank you for your submission for the BCMOMB Quota Exchange. This email is your confirmation that your submission has been received. If you have any questions about the Quota Exchange please contact Kathy Wallis 604.854.4471 kwallis@milk-bc.com"

***Please note** applications faxed to this number will not be made available to the BCMMB until after the Quota Exchange deadline.

Milk Quality Report

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

Milk Quality Data	April	May
Individual Bacteria Count	17,026	15,077
Somatic Cell Count	166,668	173,570
Quality Bonus Qualifiers (%)	56.60%	55.64%

Producer Payments

Participants in the May, June and July pools will receive their payments as follows:

Month of Production:	Advance Payment	Final Payment
May	June 1	June 17
June	July 4	July 20
July	August 2	August 18

Credit Transfer Statistics

Credit Transfers for the 2nd set of transfers effective May 1st, 2011 and for the 1st set of transfers effective June 1st, 2011 are as follows:

# of Transfers	May	June
	Conventional/Organic	Conventional/Organic
Low	\$0.00/\$0.00	\$0.00/\$0.00
High	\$12.00/\$6.00	\$0.00/\$0.00
Average	\$10.03/\$3.10	\$0.00/\$0.00

CDQ Buy/Sell of Credits

The next deadline and information for CDQ Buy/Sell of Credits is:

Deadline Date:	June 24 th
Effective Date(s):	June 1 st July 1 st

Applications will be accepted at the BCMMB office up until 4:30 pm on June 24th, 2011.

www.milk-bc.com

2011 BCMMB Election-Early Voting Registration!

Election Information Packages will be distributed in mid August to all producers by the Election Officer. Each package will contain the Election Rules and Procedures, a Voting Producer Registration Form, a Nomination Form and an Election Timeline. The Election Officer for the BCMMB Election is the BC Council of Marketing Boards.

In an effort to ensure all producers are registered to vote in this year's election the Voting Producer Registration Form will be made available immediately to all producers online at www.milk-bc.com

The deadline for the submission of Voting Producer Registration forms is September 16th, 2011.

Producers operating as partnerships or limited farm companies must submit their Voting Producer Registration Forms to the Election Officer by September 16th, 2011 if they want to vote in the election. Producers operating as sole proprietors are not required to submit Voting Producer Registration Forms.

Staffing Announcement

Chris Bowser has left the BC Milk Marketing Board effective May 31st, 2011. If you require assistance from the Transportation Department please contact Transportation Coordinators:

Gary Broerken	604.854.4478	gbroerken@milk-bc.com
Kelly Harris	604.854.4479	kharris@milk-bc.com