

Producer Component Prices – March 2022

The producer component prices for the month of March are as follows: BF= \$19.6891, PT= \$2.9949, OS= \$0.8337. The average BC producer hectolitre return for the month is \$98.0852 compared to \$86.8899 in February, an increase of \$11.19/hl to the blend price. Expressed in revenue per KG of BF, these averages are \$23.0148 in March and \$20.1514 in February (increase of \$ \$2.8634).

The March deduction for P10/WMP equalization was significantly lower than the previous month which increased the blend price by \$5.31/hl compared to February. There were no milk disposals included in the March pool which further increased the blend price by \$5.02/hl compared to February.

The province of BC has been making a recovery from some of the impacts of the past flooding and heavy snowfall, which had caused milk disposals directly related to inaccessibility and highway closures in the last few months. There were no milk disposals this month, however, they may be expected over the next coming months. Producers will notice that the provincial freight rate paid in the province has increased by \$0.06/hl. The higher rate is mostly due to costs carried forward from highway closures and re-routing of trucks to alternative highways. The significant increase in fuel costs from the prior month have also contributed to the increase in freight rate.

Continuous Quota			BC Continuous Quota Position
Cumulative Over/Under Production (with limits) as of February 2022			February 2022 Actual -1.27%
	Kg of BF	%*	
NL	(1,151,542)	-45.34%	
P5	(4,080,597)	-1.38%	
WMP	(1,791,330)	-1.78%	
P10	(7,023,469)	-1.76%	
BC	(452,156)	-1.27%	
<i>*Cumulative Over/Under Production (with limits) expressed as a % of the most recent 12 months total quota.</i>			

Provincial Freight			Producer Payment Dates		
The producer freight rate calculations for the months of February and March are summarized below:			Participants in the Apr May June Pools will receive payments as follows:		
Freight Rates (\$/hl)	February	March	Month of Production	Advance Payment	Final Payment
Zone Transportation Costs	3.72	3.97	Apr	May 2	May 18
Less: Vendor Billings	(0.03)	(0.02)	May	Jun 1	Jun 17
Gross Provincial Freight Rate	3.69	3.95	Jun	Jul 4	Jul 20
Add: Train/Volume Discounts	0.34	0.34	Please go to view all 2021-2022 Producer Payment Dates		
Less: Stop/Extra Pick-Up Charges	(0.12)	(0.13)			
Transportation Department Costs	0.02	0.02			
Adjustments from Prior Period	0.02	0.00			
Net Provincial Freight Rate	3.95	4.18			

Quota Management: Credit Transfer Average Prices			Milk Quality Report		
Effective March 1	Conventional	Organic	The provincial averages and quality bonus data based on the official milk quality tests for February and March are:		
Average Price	\$7.78	\$6.33			
<i>A Summary of Credit Transfer Statistics can be found at bcmilk.com with other credit transfer documents.</i>					
Quota Management: Important Dates			Milk Quality Data	February	March
Application Deadlines	Date & Time	Effective Date(s)			
Quota Exchange	May 2 @1 PM	Jun 1	Individual Bacteria Count	20,456	17,758
CDQ Buy/Sell of Credits	Apr 25 @1 PM	Apr 1 or May 1	Somatic Cell Count	144,031	135,287
<i>If you have any questions, please contact:</i>					
Kathy Wallis T. 604.854.4471	kwallis@bcmilk.com		Quality Bonus Qualifiers (%)	82.40%	85.40%
Pam Gregory T. 604.854.4474	pgregory@bcmilk.com				