

Producer Component Prices – June 2022

The producer component prices for the month of June are as follows: BF= \$18.7586, PT= \$2.8472, OS= \$0.7792. The average BC producer hectolitre return for the month is \$91.95/hl compared to \$93.10/hl in May, a decrease of \$1.16/hl to the blend price. Expressed in revenue per kg of bf, these averages are \$22.05 in June and \$22.14 in May (decrease of \$0.10).

There was a 3% decrease in total pool revenue from last month, prior to adjustments, resulting in an overall decreased pre-pooling blend price. The June deduction for P10/WMP equalization was slightly higher than the previous month, an increase of \$0.28 /hl, increasing the deduction to \$6.91/hl or \$1.66/kg of bf for the current blend price. There were no milk disposals this month, and are unlikely over the next coming months. Producers will notice that the provincial freight rate paid in the province has increased by \$0.07/hl. There have been recent significant increases in fuel costs that have contributed to the increase in the overall freight rate.

| Continuous Quota | | | BC Continuous Quota Position |
|--|------------------|---------------|----------------------------------|
| Cumulative Over/Under Production (with limits) as of May 2022 | | | May 2022 Actual -1.30% |
| | Kg of BF | %* | |
| NL | (1,266,075) | -50.23% | |
| P5 | (982,518) | -0.33% | |
| WMP | (1,752,868) | -1.75% | |
| P10 | (4,001,461) | -1.01% | |
| BC | (462,202) | -1.30% | |
| *Cumulative Over/Under Production (with limits) expressed as a % of the most recent 12 months total quota. | | | |

| Provincial Freight | | | Producer Payment Dates | | |
|---|-------------|-------------|---|-----------------|---------------|
| The producer freight rate calculations for the months of May and June are summarized below: | | | Participants in the July August September Pools will receive payments as follows: | | |
| Freight Rates (\$/hl) | May | June | Month of Production | Advance Payment | Final Payment |
| Zone Transportation Costs | 3.73 | 3.79 | Jul | Aug 2 | Aug 18 |
| Less: Vendor Billings | (0.03) | (0.03) | Aug | Sep 1 | Sep 20 |
| Gross Provincial Freight Rate | 3.70 | 3.76 | Sep | Oct 3 | Oct 20 |
| Add: Train/Volume Discounts | 0.34 | 0.34 | Please go to bcmilk to view all 2022-2023 Producer Payment Dates | | |
| Less: Stop/Extra Pick-Up Charges | (0.13) | (0.13) | | | |
| Transportation Department Costs | 0.02 | 0.02 | | | |
| Adjustments from Prior Period | (0.02) | (0.01) | | | |
| Net Provincial Freight Rate | 3.91 | 3.98 | | | |

| Quota Management: Credit Transfer Average Prices | | | Milk Quality Report | | |
|--|---------------------|-------------------|---|---------|---------|
| Effective June 1 | Conventional | Organic | The provincial averages and quality bonus data based on the official milk quality tests for May and June are: | | |
| Average Price | \$8.96 | \$6.78 | | | |
| A Summary of Credit Transfer Statistics can be found at bcmilk.com with other credit transfer documents. | | | | | |
| Quota Management: Important Dates | | | Milk Quality Data | May | June |
| Application Deadlines | Date & Time | Effective Date(s) | Individual Bacteria Count | 26,804 | 25,178 |
| Quota Exchange | Aug 2 @ 1PM | Sep 1 | | | |
| CDQ Buy/Sell of Credits | Jul 25 @ 1PM | Jul 1 or Aug 1 | Somatic Cell Count | 133,253 | 148,209 |
| If you have any questions, please contact: | | | | | |
| Kathy Wallis T. 604.854.4471 kwallis@bcmilk.com | | | Quality Bonus Qualifiers (%) | 82.9% | 77.6% |
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