

Producer Component Prices

The producer component prices for the month of May are as follows: BF=\$16.7207, PT=\$2.4722, OS=\$0.6642. The average BC producer hectoliter return for the month is \$78.4601 compared to \$81.9838 in April, a decrease of \$3.5237.

In May, the COVID-19 pandemic continued to have a significant impact to the demand of dairy products, but generally stabilized over the course of the month with most food outlets, hotels and schools staying heavily restricted or closed. BC producers were again limited in May to their “daily quota” production limit to cut supply which did decrease daily off farm production. There were no raw milk disposals in the month, but due to the higher than average equalization payment to the WMP and P10, a slightly lower fluid utilization, and raw cream disposals that still occurred in the province the producer blend price for May has decreased further.

Continuous Quota			BC Continuous Quota Position
Cumulative Over/Under Production (with limits) as of April 2020			April 2020 Actual 0.99%
	Kg of BF	%*	
NL	(498,735)	-20.54%	
P5	(527,504)	-0.19%	
WMP	(376,918)	-0.38%	
P10	(1,403,156)	-0.36%	
BC	346,819	0.99%	
*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 April and May are summarized below:			Participants in the June July August Pools will receive payments as follows:		
Freight Rates (\$/hl)	April	May	Month of Production	Advance Payment	Final Payment
Zone Transportation Costs	3.18	3.20	June	Jul 2	Jul 20
Less: Vendor Billings	(0.10)	(0.10)	July	Aug 4	Aug 20
Gross Provincial Freight Rate	3.08	3.10	August	Sep 1	Sep 18
Add: Train/Volume Discounts	0.34	0.34	Please go to bcmilk.com to view all 2019-2020 Producer Payment Dates		
Less: Stop/Extra Pick-Up Charges	(0.14)	(0.14)			
Transportation Department Costs	0.00	0.00			
Adjustments from Prior Period	0.23	0.09			
Net Provincial Freight Rate	3.51	3.39			

Quota Management: Credit Transfer Average Prices			Milk Quality Report		
Effective May 1	Conventional	Organic	The provincial averages and quality bonus data based on the official milk quality tests for April and May are:		
Average Price	\$7.33	\$5.88			
<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	April	May
Application Deadlines	Date & Time	Effective Date(s)	Individual Bacteria Count	22,150	19,974
Quota Exchange	Jul 2@ 1 PM	Aug 1	Somatic Cell Count	146,281	151,431
CDQ Buy/Sell of Credits	Jun 25@1 PM	Jun 1 or Jul 1	Quality Bonus Qualifiers (%)	82.00%	83.20%
<i>If you have any questions, please contact:</i>					
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