

### Producer Component Prices – August 2023

The producer component prices for the month of August are as follows: BF=\$18.4261, PT=\$2.8469, OS=\$0.7768. The average BC producer hectolitre return for the month is \$91.62/hl compared to \$90.72/hl in July, an increase of \$0.90/hl to the blend price. Expressed in revenue per kg of bf, these averages are \$21.66 in August and \$21.56 in July (increase of \$0.10).

The impact from the sales product mix was an increase to the blend price by \$0.47/hl, compared to last month. However, the payment for P10/WMP equalization was lower than the previous month, resulting in a decreased deduction of \$0.12/hl to the blend price.

Producers will notice that the provincial freight rate paid in the province has increased by \$0.16/hl. This is mainly due to the rise in operating/fuel costs over the past few months.

Continuous Quota			BC Continuous Quota Position
Cumulative Over/Under Production (with limits) as of <b>July 2023</b>			<b>July 2023</b> Actual -0.95%
	<b>Kg of BF</b>	<b>%*</b>	
<b>NL</b>	(1,298,207)	(51.15%)	
<b>P5</b>	6,296,273	2.12%	
<b>WMP</b>	(9,908)	(0.01%)	
<b>P10</b>	4,988,158	1.25%	
<b>BC</b>	<b>(336,483)</b>	<b>(0.95%)</b>	
*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 July and August are summarized below:			Participants in the September, October & November Pools will receive payments as follows:		
<b>Freight Rates (\$/hl)</b>	<b>July</b>	<b>August</b>	<b>Month of Production</b>	<b>Advance Payment</b>	<b>Final Payment</b>
Zone Transportation Costs	3.85	4.04	September	Oct 3	Oct 20
Less: Vendor Billings	(0.03)	(0.04)	October	Nov 1	Nov 20
Gross Provincial Freight Rate	3.82	4.00	November	Dec 1	Dec 19
Add: Train/Volume Discounts	0.35	0.35	Go to <a href="http://bcmilk.com">bcmilk</a> to view Producer Payment Dates		
Less: Stop/Extra Pick-Up Charges	(0.13)	(0.12)	<b>Transportation</b>		
Transportation Department Costs	0.02	0.02	Contact Chantale Frost-Gill for <b>transportation inquiries</b> T.604.854.4478 <a href="mailto:cfrostgill@bcmilk.com">cfrostgill@bcmilk.com</a>		
Adjustments from Prior Period	(0.01)	(0.04)			
<b>Net Provincial Freight Rate</b>	<b>4.05</b>	<b>4.21</b>			

Quota Management: Credit Transfer Average Prices			Milk Quality Report		
<b>Effective Aug 1, 2023</b>	<b>Conventional</b>	<b>Organic</b>	The provincial averages and quality bonus data based on the official milk quality tests for July and August are:		
Average Price	\$6.09	\$5.40			
A Summary of Credit Transfer Statistics can be found at <a href="http://bcmilk.com">bcmilk.com</a> with other credit transfer documents.			<b>Milk Quality Data</b>	<b>July</b>	<b>August</b>
<b>Quota Management: Important Dates</b>			Individual Bacteria Count	20,378	20,479
<b>Application Deadlines</b>	<b>Date &amp; Time</b>	<b>Effective Date(s)</b>			
Quota Exchange	Oct 3 @ 1PM	Nov 1	Somatic Cell Count	159,706	167,289
CDQ Buy/Sell of Credits	Sep 25 @ 1PM	Sep 1			
If you have any questions, please contact:			Quality Bonus Qualifiers (%)	75.3%	76.4%
<b>Kathy Wallis</b> T. 604.854.4471 <a href="mailto:kwallis@bcmilk.com">kwallis@bcmilk.com</a> <b>Pam Gregory</b> T. 604.854.4474 <a href="mailto:pgregory@bcmilk.com">pgregory@bcmilk.com</a>					
Contact Kathy to schedule an in-person quota management meeting. Appointments can be booked for either Tues or Wed.					