

CALIFORNIA DEPARTMENT OF AGRICULTURE



Room 228
1220 N Street
Sacramento 95814

November 27, 1967

NOTICE OF MEETING

TO THE POOLING FORMULATION COMMITTEE

The next meeting of the Formulation Committee on milk pooling has been scheduled as follows:

Date: Wednesday, December 6; and Thursday,
December 7, 1967

Time: 10:00 a.m. - 4:00 p.m.

Place: Assembly Room 127
California Department of Agriculture
1220 N Street
Sacramento, California

The agenda for this meeting will be to review the enclosed draft of a proposed pooling plan.

Sincerely

A handwritten signature in cursive script that reads "L. R. Walker".

L. R. Walker
Senior Milk Economist
Bureau of Milk Stabilization

Enclosure

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CALIFORNIA DEPARTMENT OF AGRICULTURE
PROPOSED
MILK POOLING PLAN

Article 1. Definitions

Section 1. The definitions contained in Chapter 2 and Chapter 3, Part 3, Division 21 of the Agricultural Code govern the construction of this plan.

Section 2. "Act" shall be known and may be cited as the "Agricultural Code".

Section 3. "Director" means the Director of Agriculture of the State of California.

Section 4. "Producer" means any person that produces fluid milk from five or more cows in conformity with the applicable health regulations of the place in which it is sold, and whose bulk fluid milk or bulk fluid cream is received or handled by any distributor or any nonprofit association of producers. It includes the nonprofit cooperative associations described in Article 2 (commencing with Section 61831) of Chapter 2 in the transactions in which such Article provides that the associations are producers.

Section 5. "Base period" means an historical period of fluid milk production for and usage in the pool area during the calendar months of July, 1966, through December, 1966, inclusive, except as provided in Section 62707(b) of the Act.

Section 6. "Production base" means a quantity of milk or milk components in pounds per day delivered by a producer during the base period established pursuant to Section 5.

Section 7. "Class 1 usage base" means a quantity of milk or milk components in pounds per day delivered by a producer and marketed in Class 1 products during the base period established pursuant to Section 5.

Section 8. "Pool quota" means a quantity of milk or milk components equal to 110 percent of the Class 1 usage base as defined in Section 7.

Section 9. "New producer" means any person qualifying as a producer as defined under Section 4 who does not have a history of production during the base period established pursuant to Section 5.

Section 10. "Pool milk" means all fluid milk or milk components delivered by producers to pool plants.

Section 11. "Quota pool" means that amount of fluid milk or its components delivered by a producer to a distributor which is not in excess of the pool quota assigned to the producer by the Director.

Section 12. "Production pool" means that amount of fluid milk or its components delivered by a producer to a distributor which is ~~in excess of~~ *the difference between the pool quota and* the production base assigned to the producer by the Director.

Section 13. "Overproduction pool" means that amount of fluid milk or its components delivered by a producer to a distributor which is in excess of the production base assigned to the producer by the Director.

Section 14. "Pool area" means all the territory within the geographic boundaries of the following marketing areas as established by the Director of Agriculture pursuant to Chapter 2, Part 3, Division 21 of the Agricultural Code: Calaveras^e-Tuolumne; Central Coast Counties; Del Norte-Humboldt; Fresno; Imperial County; Inyo-Mono; Kern County; Madera-Merced; North Central Valley; Northern Sierra; Redwood; San Diego County; San Luis Obispo; Shasta-Tehama; Siskiyou; Southern Metropolitan and Ventura-Santa Barbara.

Article 2. Eligibility for a Production Base and
Pool Quota

Section 100. The Director shall compute a production base and pool quota for each fluid milk producer who produced and marketed fluid milk during the base period.

Section 101. The following requirements shall be applicable in the determination and computation of production bases and pool quotas:

- (a) If a producer operated more than one dairy farm during the base period July, 1966, through December, 1966, inclusive, a separate production base and pool quota shall be computed for deliveries from each such dairy farm holding a valid market milk permit.
- (b) Only one production base and one pool quota shall be computed for milk produced by one or more persons from a single production unit jointly owned or operated and holding a single valid market milk permit.
- (c) Produced and marketed fluid milk continuously since the history period established pursuant to Paragraph (a), except that a person entering military service may retain his production base and pool quota until six months after being released from active military duty.

Article 3. Determination of Production Base
and Pool Quota

Section 200. The Director shall establish a daily production history base for each qualified producer computed separately for the milk fat, solids-not-fat and fluid carrier components of fluid milk or fluid cream delivered as follows:

- (a) Total the pounds of each component delivered by such producer during the months of July, 1966, through December, 1966, inclusive, and divide by the number of days of production delivered during such period; or
- (b) At the option of a producer south and east of San Gorgonio Pass, the pounds of each component delivered by such producer to a distributor during the months of December, 1965, and January and February, 1966, multiplied by four and the result divided by 365; or
- (c) At the option of the producer, the amount specified in the contract with the distributor or the allocation as a member of a cooperative, which contract or allocation provided that the distributor or cooperative association was required to accept a larger amount of fluid milk from such producer than the producer actually produced during the applicable base period pursuant to

Paragraphs (a) and (b). Such amount shall be established on a daily basis if such contract or allocation is stated on some other basis.

Section 201. The daily Class 1 usage base of each qualified producer for the milk fat component, solids-not-fat and fluid carrier components of fluid milk or fluid cream delivered shall be the pounds of each component delivered by such producer and accounted for as Class 1 during the months of July, 1966, through December, 1966, inclusive; divided by the number of days of production delivered during such period.

Section 202. The daily pool quota of each qualified producer for the milk fat, solids-not-fat and fluid carrier components of fluid milk or fluid cream delivered shall be the daily Class 1 usage base established pursuant to Section 201, times 1.1.

Section 203. Prior to November 1 of each year, after this plan has been in effect for a period of six months or more, the Director shall determine total new Class 1 usage on a daily basis for all producers included in the pool plan.

Such new Class 1 usage shall be an estimate which reflects the increased Class 1 usage for the most recent September-August 12-month period for such producers over the previous 12-month period adjusted for the Director's estimate of Class 1 requirements

for such producers for the next succeeding 12-month period. Such new Class 1 usage shall be expressed separately in pounds of milk fat, pounds of solids-not-fat and pounds of fluid carrier components.

Section 204. The total new Class 1 usage determined in accordance with Section 203 shall be allocated to the pool quota of each individual producer included in the pool plan as follows:

- (a) No allocation shall be made to any producer whose pool quota is equal to or greater than his equalization point.
- (b) Seventy percent of the total new Class 1 usage shall be allocated to existing producers. Each producer shall be allocated a prorata share in proportion to his new Class 1 usage allocation base. For the purpose of this allocation, the new Class 1 usage allocation base for each producer shall be one-half his production base plus three times the difference between his production base and his pool quota.
- (c) The allocation of new Class 1 usage to the pool quota of any producer in excess of his equalization point shall be reduced to his equalization point. The amount of such reduction shall be reallocated to producers as provided in Paragraph (b) of this section.

- (d) Fifteen percent of the total of new Class 1 usage shall be available to allocate to the pool quota of producers qualifying for individual hardship adjustments.
- (e) Any production base and pool quota available for hardship adjustment allocation which remains unused following review of all hardship applications shall be added to the volume resulting under Paragraph (b) and reallocated pursuant to provisions specified in Paragraph (b).
- (f) Fifteen percent of the total of new Class 1 usage shall be available to allocate to new producers.

Article 4. Monthly Reports on Receipts
and Utilization

Section 300. On or before the 10th of each month, each distributor, producer-distributor and producer cooperative association operating a milk plant shall report to the Director, separately for each plant participating in the pool and on the prescribed forms the following information for the previous month:

(a) Receipts

- (1) Receipts from producers, including distributor's own production, shall be shown in total quantities in pounds of product, milk fat, skim, solids-not-fat and fluid carrier components. Such total quantities, detailed in the components named above, shall be reported as quota pool, production pool and overproduction pool amounts.
- (2) Bulk receipts from other plants shall be listed by the type of product and in pounds of product, milk fat, skim, solids-not-fat and fluid carrier components, and by name and location of plant source.

(3) Receipts of packaged products shall be shown by type of product in gallons, pounds of product, milk fat and skim, and by name and location of plant source.

(b) Usage

(1) Total Class 1 sales and transfers of processed products shall be computed and shown separately by marketing area of usage and by type of product in *pounds* of milk fat and skim.

(i) Class 1 sales and/or transfers of bulk product for Class 1 usage shall be shown in total by area of usage and by type of product and in pounds of milk fat and skim. Such transfers or sales to another distributor shall be considered as Class 1 usage unless transferring or selling distributor furnishes acceptable proof that such usage was other than Class 1, and shall specify the class if other than Class 1.

(ii) Fluid milk and fluid skim milk used in the manufacture of Grade A powder, Grade A condensed skim and Grade A concentrate shall be shown at

the original weights of the respective fat and skim going into the manufacture of these products.

- (iii) A producer-distributor may deduct his total pool quota from his Class 1 sales and report the balance of all usage, if any, in the manner herein described.
- (2) (i) Total Class 2 usage shall be computed and shown as original weight of milk fat and skim being utilized for the manufacture of products in this class.
 - (ii) Bulk sales and/or transfers to other distributors for Class 2 usage shall be shown in pounds of milk fat and skim by name and location of receiving plant.
- (3) Class 3 usage shall be reported in original weights of components being utilized in the manufacture of products in this class.
- (4) Distributors shall furnish information in such form and at such time as requested by the Director as he deems necessary for the proper establishment of production base and pool quotas for individual producers.

- (5) At such time, and in such manner as the Director may prescribe, distributors, producer-distributors and cooperative associations shall report to the Director such additional information as he may require to carry out the operation of the pool.
- (6) Distributors shall send to the Director one copy of each producer's monthly statement of accounting and payment.
- (c) Opening and closing inventories shown by product in pounds of product, milk fat and skim. Inventories shall include only the following: fluid milk, fluid cream and fluid skim.
- (d) Calculation Procedure
- (1) All usage, as computed under Paragraphs (b)(1), (2) and (3), shall be adjusted by inventory variation and plant loss, and by elimination of bulk and packaged purchases from other plants, with the resulting reconciled usage by area equaling the total purchases from producers as reported pursuant to Paragraph (a)(1).

- (2) The adjusted Class 1, Class 2 and Class 3 skim usage as computed under Paragraph (d)(1) shall be converted to pounds of solids-not-fat and fluid usage calculated from the average solids-not-fat test of skim received from producers under Paragraph (a)(1). The solids-not-fat test shall be rounded to the nearest fourth decimal as by example: 9.01645% - change to 9.0164%; 9.01635% - change to 9.0164%.
- (3) Adjusted Class 1, Class 2 and Class 3 pounds of milk fat, solids-not-fat and fluid shall be extended at their respective class and area minimum prices to establish distributor's total pool obligation.
- (4) The transfers or sales of bulk milk, cream or skim as shown under Paragraph (b)(1)(i) shall be assigned the component prices resulting from the areas of ultimate usage as reported by the receiving distributor. Applicable plant handling and plant to plant haul charges shall be computed and shown as a memorandum figure in the space provided.

Section 301. On or before the 8th day of each month, each distributor, producer-distributor and producer cooperative handling fluid milk or components of fluid milk from another plant during the preceding month shall report to the transferor on forms prescribed by the Director of the utilization of such milk by class of usage.

Section 302. On or before the 19th day of the month, each distributor who has a debit balance as determined pursuant to Section 1101(c) shall pay to the Director the amount of such balance.

Article 5. Transfer of Base and Quota

Section 400. A production base and pool quota may be transferred from one person to another only after compliance with the following:

- (a) Application is made to the Director on forms provided for approval of transfer by the holder of production base and pool quota at least 30 days prior to date of transfer.
- (b) Written authorization of approval from the Director must be received by the producer requesting the transfer before such transfer may become effective.
- (c) Applicants for production base and pool quota transfers (transferor and transferee) must certify in the application that the entire transaction has been fully disclosed and all considerations related in any way to the transfer have been documented. Any misrepresentation of facts or falsity in statements by either party shall constitute cause for forfeiture of the production base and pool quota under consideration for transfer.

Section 401. Approval or disapproval of transfer of production base and pool quota from one person to another will be determined in accordance with the following conditions:

- (a) It is established to the satisfaction of the Director that such transfer is bona fide and not with the intent and purpose to circumvent or evade any provisions of this plan.
- (b) The transfer of production base and pool quota may be made only to a person who holds or is entitled to hold a market milk permit from the authorized inspection agency.
- (c) The transfer of production base and pool quota may not be made in amounts of less than 100 pounds of whole milk (or components in 100 pounds of whole milk) or the entire production base and pool quota, whichever is the lesser.
- (d) Any transfer of production base and pool quota shall become effective on the date specified in the transfer agreement. For pool calculation purposes, the effective date shall be the 1st day of the succeeding month.
- (e) Any producer may transfer and assign his production base and pool quota to the lessee of such producer's farm realty, dairy equipment and herd, provided such lease arrangement requires and lessee agrees to serve the market and pool and further assumes all obligations and duties of the lessor relative to such market pool. The production base and pool quota shall be reinvested with the lessor upon termination of the lease.

- (f) Any producer who is a lessee of real property on which he produces fluid milk for the pool may move his dairy herd and equipment to a different location, whether purchased or under lease to him, and retain his production base and pool quota.
- (g) Any producer going out of business who sells or disperses his dairy herd to or among other pool producers, livestock dealers, beef processors or any persons not intending to enter the business of producing fluid milk within or for the pooling areas in California, may sell or transfer the production base and pool quota held by such producer to any one or more producers holding a valid market milk permit or is entitled to hold such permit.
- (h) Any producer who has acquired production base and pool quota pursuant to this Section, during the preceding 12-month period shall not be eligible for transfer of production base and pool quota to another producer except as determined under the provisions of Section 600, Paragraph (d).

- (i) Any producer who received production base and pool quota under the hardship adjustment provisions of Section 600 shall not be eligible for transfer of all or any part of his production base or pool quota within two years of the receipt of his hardship adjustment.
- (j) Production base and pool quota issued under the hardship provisions shall revert back to the pool for reallocation in the event the holder of such production base and pool quota discontinues milk production within the two-year period provided in Paragraph (i).
- (k) Any producer selling or transferring production base and pool quota shall not be eligible for further purchase of additional production base and pool quota within the ensuing 12-month period immediately following such sale or transfer.
- (l) Except as determined under provisions of Section 600, Paragraph (d), production base and pool quota, in part or in total, may not be transferred in any manner whatsoever from one producer to another unless the transferring producer has been a producer of fluid milk for a period of not less than five consecutive years.

(m) Provisions of Paragraphs (b) through (l) of this section shall not be applicable to transfers of production base and pool quota to a member or members of the transferor's immediate family who continues production and delivery from the same dairy location of the transferor.

Section 402. The production base and the pool quota for milk shipped through a cooperative association shall belong to the individual producer but shall be assigned to the custody and control of the cooperative association; provided that ^{the production base and pool quota} ~~receipts~~ from nonmember producers shall be assigned to the custody and control of the cooperative association only when ^{shipments of milk from nonmembers are} ~~accounted for~~ on a patronage basis.

Section 403. Transfers of production base and pool quota of members and nonmembers of cooperatives may be made only in accordance with the articles of incorporation, bylaws or marketing agreements of such association and shall not be subject to Paragraphs (b) through (m) of Section 401 when such paragraphs are in conflict with the articles of incorporation, bylaws or marketing agreements of such association.

Article 6. Producer-Distributor Option

Section 500. Any producer-distributor as defined under Section 62708 of Chapter 3 of the Agricultural Code shall have the option of operating outside of the pool plan or within the pool plan pursuant to Section 62708.

Section 501. Any producer-distributor qualifying for the option, pursuant to Section 62708, and electing to be excluded from the pool may subsequently be admitted to the pool upon written request to the Director. Such admission shall be on the amount of the production base and pool quota computed from his production and Class 1 usage history for the period, July 1966 through December 1966, inclusive, or on his production and Class 1 usage during the most recent six-month July through December period, whichever is less.

Section 502. Any producer-distributor who produces and sells less than 200 gallons of fluid milk for Class 1 purposes, per daily average, shall be exempt from this pool plan unless he makes written request to the Director for entry into the applicable pooling plan by the effective date of such plan.

Section 503. Producer-distributors of certified milk or guaranteed raw milk shall have the option, at the time of the adoption of the initial pooling plan under this Chapter, to be subject to such plan, and accordingly to have a production base and pool quota established for such producer-distributor, or to be excluded from such plan.

Section 504. Any producer-distributor claiming exemption from the provision of any pooling plan by reason of the provisions of this Article, who loses exemption by failure to meet the requirements for the exemptions set forth shall automatically be deemed to have applied for and become a part of a producer pool on September 1 following any year ending August 31 during which the Director determines he is no longer entitled to exemption, and his admittance into such pool shall be on the basis of the production base and pool quota calculations pursuant to Section 501.

Section 505. Any producer-distributor electing to become a part of the initial applicable pool plan shall have the right to deduct his entire pool quota from his own Class 1 sales before being required to account to the pool.

Article 7. Hardship and Inequity Consideration

Section 600. Producers may file a written request with the Director for a review of alleged hardship or inequities resulting from certain pool plan provisions relative to:

- (a) Production base and pool quota allocations and assignments.
- (b) Eligibility for production base and pool quota.
- (c) Producer-distributor exemption provisions.
- (d) Provisions affecting production base and pool quota transfers.

Section 601. Any producer requests for hardship or inequity review shall include:

- (a) Submission within 60 days after initial assignment of production base and pool quota has been announced by the Director.
- (b) Explanation of basic issue for review with full details.
- (c) Extent of relief requested.

Section 602. All requests for hardship or inequity relief shall be reviewed by members of the producer review board. The Director may establish one or more review committees from the 12-member producer review board and assign a member of his staff as a secretary to each committee.

Section 603. Each such committee reviewing a case shall submit its recommendation, along with a summary of the committee findings, on each case. The recommendation shall either reject the request or indicate the extent of relief recommended and the effective date for such relief.

Section 604. Review committee recommendations shall be subject to approval or modification by the Director, who shall notify the producer of the decision within 15 days after receiving the recommendations from the review committee.

Article 8. New Producer Entry

Section 700. A new producer as defined under Article 1, Section 10 who wishes to enter the pooling plan after the effective date of the plan may make application to the Director of Agriculture on forms supplied by the Director.

Section 701. Applications for entry into the pool by new producers shall be recorded serially as received by the Director and the applicant shall keep the Director informed on any changes affecting the application.

Article 9. Distributor's Report to Producers

Section 800. Distributors shall give a written report each calendar month to each producer from whom fluid milk, fluid cream, fluid skim milk or any component or combination thereof is received during any calendar month not later than the _____ day of the succeeding month, which report shall include:

- (a) The amount of product delivered by the producer at each delivery.
- (b) The amount of product paid for in each component in quota, overquota and overproduction pool amounts, and shall extend payment for each component in quota, overquota and overproduction pools at the respective gross prices, as furnished by the Director.
- (c) The dollar value and applicable rate of each authorized deduction made from the gross payment.
- (d) Any premiums showing basis and amount.
- (e) Adjustments for previous months, if any.
- (f) Other information as may be required on forms acceptable to the Director.

Article 10. Pool Price Determination

Section 900. Upon receipt of information from all distributors, producer-distributors and cooperative associations operating a pool milk plant, the Director shall calculate the pool-wide price for each component by class usage from the total of all pool plant reports.

- (a) Pool-wide class prices shall be computed by dividing the accumulated value of each component in each class, after deducting the applicable marketing expenses under Section 902 by the respective weights involved. Prices shall be rounded to the nearest sixth decimal. Example:
.9354535 - change to .935454; .9354545 - change to .935454.
- (b) Class prices computed pursuant to Paragraph (a) shall be blended into prices by each component for the quota pool, overquota pool and overbase pool receipts. Such blend prices shall be calculated as follows:
 - (1) The percentage of Class 1 usage within the quota pool shall be multiplied by the Class 1 component price and the percentage of Class 2 usage within the quota pool shall be multiplied by the Class 2 component price with the total of these two extensions comprising the component blend price for the quota pool.

- (2) The percentage of Class 2 usage within the overquota pool shall be multiplied by the Class 2 component price and the percentage of Class 3 usage, if any, within the overquota pool shall be multiplied by the Class 3 component price with the total of these two extensions comprising the component blend price for the overquota pool.
- (3) The percentage of Class 2 usage, if any, within the overbase pool shall be multiplied by the Class 2 component price, and the percentage of Class 3 usage within the overbase pool shall be multiplied by the Class 3 component price with the total of these two extensions comprising the component blend price for the overbase pool.

Section 901. The Director shall combine the information reported by all pool plants located in the same marketing area in such manner as to show the marketing area total of each component of fluid milk received and the totals by components in the quota pool, the overquota pool and the overbase pool.

Section 902. Plant handling charges and plant to plant hauling charges, as well as any other authorized charges pertinent to the marketing of bulk fluid milk, bulk fluid cream, or bulk fluid skim, shall be computed in dollar amounts and deducted from the respective class values pursuant to Section 900, Paragraph (a).

Section 903. The prices which shall be applicable to all producers marketing milk through pool plants located within the same marketing area within the pool shall be computed as follows:

- (a) The quota pool blend price shall be computed by the extension of the class percentages within the quota pool pursuant to Section 900, Paragraph (b)(1) times the respective Class 1 and Class 2 minimum prices applicable in the marketing area.
- (b) The overquota pool blend price shall be computed by the extension of class percentages within the overquota pool pursuant to Section 900, Paragraph (b)(2) times the respective Class 2 and Class 3 minimum prices applicable in the marketing area.
- (c) The overbase pool blend price shall be computed by the extension of the class percentages within the overbase pool pursuant to Section 900, Paragraph (b)(3) times the respective Class 2 and Class 3 minimum prices applicable in the marketing area.

Section 904. The prices computed pursuant to Section 903 shall be adjusted as follows:

- (a) The quota pool price for each marketing area shall be extended by the total quota pool volume as recapped for each marketing area pursuant to Section 901. The cumulative dollar amounts for all marketing area quota pools so extended shall be divided into the net pool-wide dollar amount. The resulting percentage shall be extended at the component quota pool price for each of the marketing areas as computed pursuant to Section 903(a) to arrive at the final adjusted quota pool price.
- (b) The overquota pool price for each marketing area shall be extended by the total overquota pool volume as recapped for each marketing area pursuant to Section 901. The cumulative dollar amounts for all marketing area overquota pools so extended shall be divided into the net pool-wide dollar amount. The resulting percentage shall be extended at the component overquota pool price for each of the marketing areas as computed pursuant to Section 903(b) to arrive at the final adjusted overquota pool price.
- (c) The overbase pool price for each marketing area shall be extended by the total overbase pool volume as recapped for each marketing area under pursuant to Section 901. The cumulative dollar amounts for all marketing area overbase pools so extended shall be divided into the

net pool-wide dollar amount. The resulting percentage shall be extended at the component overbase pool price for each of the marketing areas as computed pursuant to Section 903(c) to arrive at the final adjusted overbase price.

Section 905. The Director shall notify each pool plant of the adjusted quota pool, overquota pool and overbase pool prices to be paid to producers by pool plants by marketing area of location.

Article 11. Pool Plant Operating Requirements

Section 1000. Any approved milk products plant shall be designated a pool plant for purposes of this chapter under the following conditions:

- (a) Receives bulk unprocessed fluid milk directly from a producer with a production base, or from a cooperative association of producers that has control or custody of production bases of producers shipping through the cooperative association.
- (b) Located in the pool area or located outside the pool area and supplies milk to the pool area for usage in not less than the amounts pursuant to paragraph (c) of this section.
- (c) Pool plant designation shall be suspended when such plant does not utilize fluid milk received from farmers in accordance with the minimum percentages as follows:
 - (1) During the months of December through July, 25 percent Class 1; and
 - (2) During the months of August through November, 60 percent Class 1.

- (d) Shall not have commitments for disposition of market milk to prevent the plant, including cooperative association plants, from making the milk available for Class 1 usage.

Section 1001. The Director shall have the authority to establish a marketing service program which will aid in directing transfers of milk to the highest usage classifications most effectively and efficiently. Pool plants operating as bulk supply plants shall furnish such information as the Director may request on daily supplies available for pool needs.

Article 12. Authority and Duties of Pool Manager

Section 1100. The pool manager shall have the authority to act for the Director in ~~a~~^effectuating the terms and provisions of the pooling plan.

Section 1101. The pool manager shall perform any or all the duties required of the Director in the administration of this Chapter, as delegated by the Director. Such duties shall include, but not be limited to, the following:

- (a) Maintain such records and reports which accurately reflect the cost of administering the pool plan.
- (b) Audit all reports and payments by each distributor, including cooperative associations, subject to the provisions of this pool plan.
- (c) Notify each distributor and cooperative association subject to pool provisions such information as the Director determines necessary in determining the values for all milk utilized and the obligation of each distributor to the pool.
- (d) Announce the uniform or blend prices for quota milk, overquota milk and excess production base milk.

- (e) Establish and maintain a separate fund known as "the producer settlement fund" into which he shall deposit all payments and out of which he shall make all payments pursuant to Section 62712(a) of the Act.
- (f) After the Director establishes the rate necessary to cover the cost of administering the pool plan, the pool manager shall notify each pool plant of the time and method of making such deductions from monies owed producers and pay such monies to the Director.
- (g) Give notification of production bases and pool quotas as follows:
- (1) Notify each producer of his production base and pool quota.
 - (2) Notify each pool plant of the production base and pool quota for each producer from whom he purchases fluid milk.
 - (3) Notify each cooperative association of the production base and pool quota of each fluid milk producer member and any nonmember producer from whom it receives fluid milk.