



CALIFORNIA DEPARTMENT OF
FOOD & AGRICULTURE

Karen Ross, Secretary

**ORDER OF THE SECRETARY OF FOOD AND AGRICULTURE
REVISING QUOTA PREMIUM ASSESSMENT TO BE PAID
UNDER CHAPTER 3.5, PART 3, DIVISION 21 OF
THE FOOD AND AGRICULTURAL CODE OF THE STATE OF CALIFORNIA**

WHEREAS, Chapter 3.5, Part 3, Division 21, Section 62757 of the Food and Agricultural Code of the State of California allows the Secretary to establish a stand-alone quota program if a federal milk marketing order is established in California; and,

WHEREAS, Dairy producers approved the QIP via referendum conducted in 2017, and certified January 5, 2018; and

WHEREAS, Dairy producers approved the FMMO via referendum as conducted by USDA and confirmed on June 7, 2018; and

WHEREAS, a Federal milk marketing order (FMMO) has been established for California effective November 1, 2018; and

WHEREAS, the Department desires to set the assessment rate for the program at a level that will generate roughly the same revenue as it pays out; and

WHEREAS, based on the most recent twelve months of activity a rate of \$0.365 per hundredweight (\$0.0420 per pounds of SNF) will accomplish that goal.

NOW THEREFORE, I, Don Shippelhouse, Special Assistant of the Marketing Division acting pursuant to Section 901 of the Quota Implementation Plan and by virtue of the authority vested in me by Chapter 3.5, Part 3, Division 21 of the Food and Agriculture Code, do order the increase of the quota premium assessment rate beginning June 1, 2020 to \$0.0420 per pounds of SNF, the fee to be deducted from payments made to market milk producers by handlers and remitted to the Secretary of Food and Agriculture.

By:

Donald Shippelhouse, Special Assistant
Marketing Services Division

5/18/2020

Date

