



CALIFORNIA DEPARTMENT OF
FOOD & AGRICULTURE

Karen Ross, Secretary

January 13, 2012

Dr. Eric M. Erba
Sr. VP Administrative Affairs
California Dairies, Inc.
2000 N. Plaza Dr.
Visalia, CA 93291

Eric
Dear Dr. Erba:

This letter is in response to the petition for a public hearing submitted to the Department on January 3, 2012 by California Dairies, Inc. The petition proposes changes to the manufacturing cost allowances for butter and nonfat dry milk and the f.o.b. adjuster for butter in the Class 4a pricing formula. After careful consideration of this issue, the Department has decided not to call a hearing at this time.

The current pricing formulas have been in effect since September 1, 2011, which provides only four months of additional information under the current pricing formula. This short period of time following the conclusion of the previous hearing does not warrant a hearing at this time.

Sincerely,

Kevin Masuhara
Director

