

# CALIFORNIA DAIRY CAMPAIGN

PO Box 2044 Turlock, CA

209-632-0885

May 10, 2002

Honorable William Lyons, Secretary  
California Department of Food and Agriculture  
1220 N Street  
Sacramento, CA 95814

Re: Amendment to Petition dated May 6<sup>th</sup>.

Dear Secretary Lyons,

After further review of the data on the impact on prices from our proposal we believe an adjustment to our proposal is in order. We feel that the use of the CRP as a commodity price indicator is appropriate but to better represent the actual farm price it should be lowered by \$1.70. I have attached the effected language from the stabilization code.

Article III, Section 300.0,

(D)

- 6 The manufacturing cost allowance used in Subparagraph (D)(1) shall be nine and seven-tenths cents (\$0.097), times the Commodity Reference Price most recently calculated pursuant to Subparagraph (A)(4)(b) **less one dollar and seventy cents (\$1.70)**, divided by the Cost of Production Index.
- 7 The manufacturing cost allowance used in Subparagraph (D)(2) shall be fourteen cents (\$0.14), times the Commodity Reference Price most recently calculated pursuant to Subparagraph (A)(4)(b) **less one dollar and seventy cents (\$1.70)**, divided by the Cost of Production Index.

(E)

- 7 The manufacturing cost allowance used in Subparagraph (E)(1)(a) shall be sixteen and nine-tenths cents (\$0.169), times the Commodity Reference Price most recently calculated pursuant to Subparagraph (A)(4)(a) **less one dollar and seventy cents (\$1.70)**, divided by the Cost of Production Index.

Thank you,

Scott Magneson,  
California Dairy Campaign