

Memorandum

To: Tad Bell,
Executive Office

Date: December 31, 2001

Via: Kelly Krug, Director
Division of Marketing Services

Place: Sacramento

Phone: 654-0795

From: Department of Food and Agriculture - Robert Horton, Chief
Milk Pooling Branch

Subject: ALLOCATION OF NEW QUOTA

Annually, the Department is required to determine if new pool quota will be issued as a result of increased Class 1 and Class 2 solids-not-fat usage. The annual period September 1 through August 31 is used in making this determination; the current annual period is compared to the highest previous annual period since the 1988/89 fiscal year and, if the usage has increased, then pool quota is to be adjusted accordingly.

The current period, September 1, 2000 through August 31, 2001 was compared to the previous highest identical period, September 1, 1990 through August 31, 1991, as follows:

9/90 - 8/91 $742,879,935 \div 365 = 2,035,287$ daily pounds

9/99 - 8/00 $715,988,271 \div 365 = 1,956,252$ daily pounds

Net difference (Decrease) (79,035) daily pounds

The annual comparison reveals that Class 1/Class 2 solids-not-fat usage for the current period has not increased relative to the previous period. Consequently, no pool quota will be issued.

cc: Kelly Krug
David Ikari