

Continuous Daily Quota- Statement Key at February 1, 2011

BOX 1- PRODUCTION MONTH

- (1a) **Daily Quota Statement Month:** Current Daily Quota (kg). TPQ divided by 365 days per year
(1b) **Daily Quota Next Month:** Daily Quota (kg) at 1st of next month. This value will reflect Quota Exchange purchases or sales.
(1c) **Butterfat Test:** Test result used to calculate statement month.

BOX 2- QUOTA

- (2a) **Month Quota = (Daily CDQ x Days shipped):** Daily Quota (*line 1a*) multiplied by number of eligible ship days within the statement month.
***** Eligible ship days are the number of days between last pickup in current month, and last pick up in previous month *****
(2b) **Incentive Days = (Daily CDQ x Days shipped):** Daily Quota (*line 1a*) multiplied by the number of Incentive Days issued for the statement month.
Resulting volume of kg = "sleeve" for the statement month
(2d) **Maximum Credits Available (Over CDQ Limit plus Quota C/F):** Credits available to "over ship" without penalty to the maximum limit of +5 Days over. Equal to *line 3c*
(2e) **Maximum Quota Available this month:** Sum total of (*line 2a*) through (*line 2d*)
(2f) **Production This Month:** Total volume of litres shipped multiplied by Butterfat test (*line 1c*) equals ACTUAL production for the statement month
(2g) **Within Quota:** Total of all kg produced to the maximum available as described on (*line 2e*) are eligible for payment
(2h) **Over Quota:** The total of all kg shipped in excess of the maximum available on (*line 2e*)
(2i) **Credits this Month:** If actual production is less than Month Quota (*line 2a*), the Under credits used will equal (*line 2a*) minus (*line 2f*) to the minimum of -15 Days. If actual production exceeds Month Quota (*line 2a*), the over credits used will equal (*line 2f*) minus (*line 2a*) to the maximum of +5 Days. Equal to (*line 3g*)

BOX 3- OVER/UNDER CREDIT LIMITS STATEMENT MONTH

- (3a) **Max Over (Daily Quota x 5 days):** Maximum upper limit calculated as Daily Quota (*line 1a*) multiplied by 5
(3b) **Max Under (Daily Quota x 15 days):** Maximum lower limit calculated as Daily Quota (*line 1a*) multiplied by 15

BOX 3- CREDITS AVAILABLE FOR STATEMENT MONTH

- (3c) **Max Over Kilograms Available:** Available kilos between Opening Balance of statement month (*line 3e*) to the maximum limit of +5 days over
(3d) **Max Under Kilograms Available:** Available kilos between Opening Balance of statement month (*line 3e*) to the minimum limit of -15 days under
(3e) **Opening Balance (X Days):** Starting position on the Over/Under scale for the statement month. Will reflect a credit transfer if the transfer's effective date is the 1st of the statement month
(3f) **Buy Sell Credits Statement month:** The total amount of kg bought or sold in credit transfer transactions for the statement month
(3g) **Opening Balance:** Sum total of (*line 3e*) and (*line 3f*)
(3h) **Over/ Under:** The data from (*line 2i*)
(3i) **End Balance (X Days):** Sum total of (*line 3g*) and (*line 3h*)

BOX 3- CREDITS AVAILABLE FOR NEXT MONTH

- (3j) **Buy/Sell Credits:** The total amount of kg bought or sold in credit transfer transactions effective 1st day of the month
(3k) **Opening Balance (X Days):** Starting position on the Over/Under scale for the month. Will reflect a credit transfer if the transfer's effective date is the 1st of the same month
(3l) **Max Ship Over Kilograms Available:** Available kilograms between Opening Balance of next month (*line 3j*) to the maximum limit of +5 days over
(3m) **Max Ship Under Kilograms Available:** Available kilograms between Opening Balance of next month (*line 3j*) to minimum limit of -15 days under
(3n) **Lost Under Credits Last 12 months:** Cumulative total of "deemed" kg below the -15 day minimum over the previous 12 months. These are considered lost opportunity to produce and cannot be recovered.
(3o) **Lost Under Credits Statement Month:** Total "deemed" kg below the -15 day minimum for the statement month. These are considered lost opportunity to produce and cannot be recovered.
(3p) **Buy/Sell Credits Last 12 months:** A cumulative total of credit transfers over the previous 12 months

BOX 3- TARGET NEXT MONTH PRODUCTION - X SHIPPING DAYS

The information on these four lines "targets" production only to meet quota the next production month

- (3q) **Daily Kg of Butterfat:** The Daily Quota on (*line 1b*)
(3r) **Daily – Litres:** The Daily Quota on (*line 1b*) divided by the Statement month BF test (*line 1c*)
(3s) **Monthly Kg of Butterfat:** (*line 3q*) multiplied by the number of days in the upcoming calendar month
(3t) **Monthly – Litres:** (*line 3r*) multiplied by the number of days in the upcoming calendar month

BOX 4- PAYMENTS

- (4a) **Butterfat:** Payment kg, current component price, payment for the month, cumulative pay over previous 12 months
(4b) **Protein kg:** Payment kg, current component price, payment for the month, cumulative pay over previous 12 months
(4c) **Other Solids kg:** Payment kg, current component price, payment for the month, cumulative pay over previous 12 months
(4d) **GROSS PAY FOR STATEMENT MONTH:** Sum total of all component payments for the month, and over previous 12 months

BOX 5- OVER QUOTA

- (5a) Butterfat:** Deduction kg, penalty price, deduction for the month, cumulative deductions over previous 12 months
- (5b) Protein kg:** Deduction kg, penalty price, deduction for the month, cumulative deductions over previous 12 months
- (5c) Other Solids kg:** Deduction kg, penalty price, deduction for the month, cumulative deductions over previous 12 months
- (5d) DEDUCTION FOR STATEMENT MONTH:** Sum total of all deductions for the month, and over previous 12 months

BOX 6- SOLIDS NON FAT LEVY

- (6a) SNF Protein Levy / Credit:** Calculation based on meeting provincial ratio of 2.4014. Credit issued for ratios below this number, monthly penalties issued for ratios above 2.4369
- (6b) SNF Other Solids Levy / Credit:** Calculation the same as *(line 6a)*
- (6c) TOTAL SNF LEVY/CREDIT:** Sum total of credits or levies for the month, and Year to Date (August 1 – July 31)

BOX 7- QUALITY BONUS

- (7a) SCC Count:** Somatic Cell Count from the month's lab test. Must not exceed the limit 250,000 to qualify for the Quality Bonus
- (7b) IBC Count:** Individual Bacterial Count from the month's lab test. Must not exceed the limit of 30,000 to qualify for the Quality Bonus
- (7c) CQM Status:** If Qualified will be eligible for Quality Bonus payment
- (7d) Bonus:** Litres shipped for the month multiplied by \$0.30 per hL

BOX 8- FREIGHT DEDUCTIONS

- (8a) Base Freight Rate:** Litres shipped multiplied by current rate for statement month and over previous 12 months
- (8b) Less Train Access/Volume Discount:** Litres shipped multiplied by current rate for statement month and over previous 12 months
- (8c) Plus Stop Charges:** Number of stops (pickups) for the month multiplied by stop charge and over previous 12 months
- (8d) Plus everyday pickup charge:** If applicable
- (8e) Over Quota Freight:** Freight rate for over-quota litres shipped for statement month and over previous 12 months
- (8f) Non-Scheduled/ Extra Pickup Charges:** if applicable
- (8g) Net Freight Deductions:** Sum total of *(line 8a)* through *(line 8f)* and cumulative total over previous 12 months
- (8h) HST on Freight Deduction:** 12% on sum total of *(line 8f)*
- (8i) TOTAL FREIGHT DEDUCTION:** Sum total of *(line 8g)* and *(line 8h)*

BOX 9- LEVIES CHARGED TO YOUR MILK CHEQUE

- (9a) Administration Levy:** Litres shipped multiplied by current rate for statement month and over previous 12 months
- (9b) DIDC Promotion Association Levy:** Litres shipped multiplied by current rate for statement month and over previous 12 months
- (9c) DIDC Promotion Levy (DFC):** Litres shipped multiplied by current rate for statement month and over previous 12 months
- (9d) MC & L Levy Rebate- Enviro/Shrink:** Litres shipped multiplied by current rate for statement month and over previous 12 months
- (9e) Net Levies:** Sum total of *(line 9a)* through *(line 9d)* and cumulative total over previous 12 months
- (9f) HST on Levies:** 12% on sum total of *(line 9a)* through *(line 9c)*
- (9g) TOTAL LEVIES:** Sum total of *(line 9e)* and *(line 9f)*

BOX 10- OTHER DEDUCTIONS/ ADJUSTMENTS

- (10a) Advance for 1 – 15 of statement month:** Calculated Advance and cumulative total over previous 12 months
- (10b-e) Other Deductions:** If applicable
- (10f) TOTAL DEDUCTIONS/ADJUSTMENTS:** Sum total of *(lines 10a through 10e)*

BOX 11- TOTAL PAYMENTS FOR MONTH

Sum Total of *(line 4d)*, *(line 5d)*, *(line 6c)*, *(line 7d)*, *(line 8i)*, *(line 9g)*, *(line 10f)* for statement month

Final Payment date for statement month and Advance payment for next month listed below NET PAYMENT for statement month

BOX 12- PRICE COMPARISON

- (12a) – (12b) Price per Standard Hectolitre:** Price per standard hL current month vs. same month last year
- (12c) – (12d) Provincial Average Price:** Provincial average price per hL current month vs. same month last year
- (12e) – (12f) Producer Price:** Price per hL current month vs. same month last year

BOX 13- DAILY PICKUP SUMMARY

Summary of the pickup dates, ticket #s, litres shipped, and composite component tests

BOX 14- PRODUCTION AND COMPONENT TESTS

- (14a) Butterfat Test:** Producer and Provincial Test results for statement month and averages of previous 12 months
- (14b) Protein Test:** Producer and Provincial Test results for statement month and averages of previous 12 months
- (14c) Other Solids Test:** Producer and Provincial Test results for statement month and averages of previous 12 months
- (14d) Solids Non-Fat to Butterfat Ratio:** Producer and Provincial Test results for statement month and averages YTD
- (14e) Provincial Year-End Target:** The provincial target of SNF to Butterfat Ratio for the year (Aug 1 – July 31)
- (14f) Litres shipped:** Record of total volume of litres shipped in statement month and for the previous 12 months

BOX 15- HISTORICAL COMPOSITION AVERAGES AND OFFICIAL RESULTS

12 month historical record of Butterfat (BF), Protein (PT), Other Solids (OS), Solids-Non-Fat (SNF), SNF: BF ratio, SCC, and IBC data
Graphical display of production curve over previous 12 months within the +5/-15 Day limits

