PROVINCE OF BRITISH COLUMBIA

THE MILK BOARD

ANNUAL REPORT

for the

YEAR ENDED DECEMBER 31

1977

Printed by K. M. MacDonald, Printer to the Queen's Most Excellent Majesty
in right of the Province of British Columbia.
1978

To His Honour the Lieutenant-Governor in Council
of the Province of British Columbia

MAY IT PLEASE YOUR HONOUR:

SIR: We have the honour to transmit herewith, in accordance with section 56 of the *Milk Industry Act,* the Thirty-second Annual Report of the Milk Board under that Act for the year ended December 31, 1977.

THE MILK BOARD

E. D. DAUM, *Chairman*
J. D. HONEYMAN, *Member*
S. L. HANSON, *Member*

Vancouver, B.C., February 28, 1978.

Thirty-second Annual Report of the Milk Board

For the Year Ended December 31, 1977

This Report of the Milk Board is made in accordance with section 56 of the *Milk Industry Act* and covers the calendar year ended December 31, 1977.

LEGISLATION

Milk Industry Act

The Thirty-first Legislative Assembly did not pass any amendments to the *Milk Industry Act* during the 1977 Session of the Legislature.

Milk Board General Orders

General Order 66 (B.C. Reg. 158/77), made on the 21st day of April 1977, to come into operation on the 1st day of May 1977, repealed General Order 64 (B.C. Reg. 262/76) and General Order 65 (B.C. Reg. 617/76) and amended General Order 57 (B.C. Reg. 277/74). General Order 67 (B.C. Reg. 289/77) made on the 15th day of July 1977, to come into operation on the 1st day of August 1977, replaced all former orders. General Order 68 (B.C. Reg. 505/77) made on the 2nd day of November 1977, to come into operation on the 3rd day of November 1977, amended General Order 67. Milk Market-sharing Order 2 (B.C. Reg. 282/77) made on the 9th day of June 1977, to come into operation on the 1st day of July 1977. The orders referred to herein are reprinted in Appendix A.

Milk Board Membership and Activities

Membership of the Board remained unchanged from the previous year, with Elmer D. Daum, B.A., C.A., as Chairman, and J. D. Honeyman and S. L. Hanson as the other members.

The Board held many meetings to discuss matters of policy and held numerous additional meetings with producers, vendors, and other interested parties to discuss matters pertinent to the milk industry. Board representatives attended meetings of the Dairy Committee of the British Columbia Federation of Agriculture and the Board members attended the Federation's Annual Convention. The Board Chairman and the Administrator attended the meeting held by the International Association of Milk Control Agencies which took place in Rochester, N.Y.

The Board Chairman and the Administrator, together with the members of the Market Share Advisory Committee, attended the meetings of the Canadian Dairy Commission Milk Supply Management Committee in Ottawa. The Administrator of the Milk Board continued to serve on the Secretariat to the Milk Supply Management Committee. The Board Chairman continued to serve on the committee formed to investigate the possibility of integrating fluid and industrial milk in Canada.

J. Gilbert and J. Waardenburg and R. Emblem continued to serve as members of the Market Share Advisory Committee. The Committee held many meetings to discuss matters of policy and administration related to market-sharing quotas and the Milk Supply Management Program. They also held additional meetings with producers and other interested parties to discuss matters related to these programs.

Milk Production Areas

The milk production areas of British Columbia defined in Order in Council 2145/75 (B.C. Reg. 460/75) as the Vancouver Island Area and the British Columbia Mainland Area remained unchanged during 1977.

Statistical Information

On the 1st day of August 1977, measurement of milk production and sales in British Columbia was changed from imperial measure to the metric system.

To standardize, and for comparison purposes, milk production, utilization, accounting values, and quota and excess milk prices for the period January 1, 1977, to July 31, 1977, have been converted to metric and equivalent dollar values.

General Order 67 was issued to restate in metric all previous orders using imperial measurement.

Factors used to convert from imperial to metric and their reciprocals are as follows:

	Conversion Factor	Reciprocal
Pounds to litres	0.4405126	2.2700826
Pounds to kilograms	0.4535924	2.2046225

Table I (A, B, C)—*Analysis of Litre Sales by Product Category*

Total litre sales increased 2.59 per cent in the combined controlled production areas of the Province during 1977.

With the exception of light cream, all product categories participated in the increase.

Home delivery sales in the controlled areas accounted for 13.66 per cent of all litre sales and store sales accounted for 86.34 per cent.

Table II (A, B)—*Analysis of Class I Sales, Including Interarea Sales*

Total Class I sales in litres, which is the aggregate of all Class I sales in an area of production, whether made by vendors within the area or by vendors located outside the area, increased in both the British Columbia Mainland and the Vancouver Island milk production areas. Both areas showed increases within area Class I sales.

Table III (A, B, C)—*Analysis of Qualifying Milk: Production and Utilization*

Total qualifying milk production during 1977 increased 3.06 per cent in the controlled areas of milk production.

Quota milk receipts in the controlled milk production areas were 77.13 per cent of the total production during 1977, a decrease from 78.05 per cent in 1976.

Class I utilization of quota receipts increased from 84.29 per cent in 1976 to 85.09 per cent in 1977.

Table IV (A, B, C)—*1977 Year-to-date Production and Class I Utilization Compared to 1976*

This table shows a monthly comparison of 1977 production and Class I utilization to 1976 in both litres of milk and percentage change.

Table V—Class I Accounting Value Formula and Producer Price

The contents of this table summarize the accounting values for each class of utilization announced by the Milk Board for the calendar year 1977. Also shown

are producer prices (before adjustments), calculated monthly by the Board. Details relative to Milk Board general orders referred to in the table may be found in the Appendix, where Milk Board general orders are reprinted.

Table VI—Licensing Information

Under the provisions of the *Milk Industry Act* and General Order 67 as amended, the Milk Board issues Class I licences to vendors and milk jobbers and Class II licences to producers. Both classes of licences are issued April 1 each year for a 12-month period or portion thereof. A summary of the 1977/78 licences issued, cancelled, and in effect December 31, 1977, is contained in Table VI. There was a net decrease of 52 producers from December 1976 to December 1977, which is a 4.24-per-cent reduction.

TABLE IA—LITRE SALES, BRITISH COLUMBIA MAINLAND AREA

1977	Standard Milk	Low-fat Milk	Chocolate Milk	Skim Milk	Buttermilk	Light Cream (9% Butterfat)	Cream and Sour Cream (18% Butterfat)	Whipping Cream (32% Butterfat)	All Products
	Litres	Litres	Litres	Litres	Litres	Litres	Litres	Litres	Litres
January	7 199 429	8 867 103	360 427	433 424	185 589	638 481	121 459	102 177	17 908 089
February	6 989 110	8 291 776	325 300	442 203	183 988	610 801	128 122	105 630	17 076 930
March	7 868 934	9 366 000	392 473	479 964	210 953	697 410	145 475	131 725	19 292 934
April	7 613 322	8 787 211	395 890	464 425	208 393	661 024	148 003	146 528	18 424 796
May	7 119 750	8 358 534	420 768	467 418	223 594	660 809	154 117	138 855	17 543 845
June	7 521 539	8 784 218	452 625	475 796	256 813	685 808	173 985	167 214	18 517 998
July	7 389 044	8 470 747	470 155	424 612	232 869	565 255	164 793	151 320	17 959 795
August	7 967 545	9 034 186	564 724	457 524	309 606	654 562	172 551	133 176	19 293 874
September	7 748 341	9 311 421	504 806	471 219	215 115	686 728	159 998	126 986	19 224 614
October	7 643 376	9 269 986	486 798	484 262	206 991	685 197	153 816	152 247	19 082 673
November	7 717 525	9 382 381	442 563	514 708	206 413	686 254	155 885	127 389	19 233 118
December	7 868 283	9 477 116	421 731	483 688	200 596	764 645	238 536	214 501	19 669 096
1977 totals	90 646 198	107 400 679	5 238 260	5 599 243	2 640 920	8 087 974	1 916 740	1 697 748	223 227 762
1976 totals	87 961 358	104 881 851	4 607 771	4 983 515	2 522 568	8 330 510	1 670 775	1 599 628	216 557 976
1977 compared to 1976	+2 684 840	+2 518 828	+630 489	+615 728	+118 352	−242 536	+245 965	+98 120	+6 669 786
	+3.05%	+2.40%	+13.68%	+12.36%	+4.69%	−2.91%	+14.72%	+6.13%	+3.08%

Home Delivery/Through-store Sales Analysis

Home delivery—									
1977 totals	10 394 187	14 423 163	214 056	1 035 764	107 574	372 013	32 860	38 029	26 617 646
1976 totals	11 118 396	14 734 687	206 172	1 075 501	118 789	417 723	30 030	41 942	27 743 240
1977 compared to 1976	−724 209	−311 524	+7 884	−39 737	−11 215	−45 710	+2 830	−3 913	−1 125 594
	−6.51%	−2.11%	+3.82%	−3.69%	−9.44%	−10.94%	+9.42%	−9.33%	−4.06%
Through-store sales—									
1977 totals	80 252 011	92 977 516	5 024 204	4 563 479	2 533 346	7 715 961	1 883 880	1 659 719	196 610 116
1976 totals	76 842 962	90 147 164	4 401 599	3 908 014	2 403 779	7 912 787	1 640 745	1 557 686	188 814 736
1977 compared to 1976	+3 409 049	+2 830 352	+622 605	+655 465	+129 567	−196 826	+243 135	+102 033	+7 795 380
	+4.44%	+3.14%	+14.14%	+16.77%	+5.39%	−2.49%	+14.82%	+6.55%	+4.13%

+ = Increase. − = Decrease.

TABLE IB—LITRE SALES, VANCOUVER ISLAND AREA

1977	Standard Milk	Low-fat Milk	Chocolate Milk	Skim Milk	Buttermilk	Light Cream (9% Butterfat)	Cream and Sour Cream (18% Butterfat)	Whipping Cream (32% Butterfat)	All Products
	Litres	Litres	Litres	Litres	Litres	Litres	Litres	Litres	Litres
January	1 237 342	1 457 551	53 883	62 444	15 564	92 848	6 209	14 804	2 940 645
February	1 243 277	1 418 703	57 335	63 249	16 449	93 220	8 899	14 385	2 915 517
March	1 403 971	1 551 498	62 569	72 246	19 031	106 851	10 387	15 774	3 242 327
April	1 365 818	1 504 184	64 947	67 820	21 198	103 495	10 845	19 564	3 157 871
May	1 331 728	1 447 865	72 791	68 488	19 988	105 600	11 463	15 428	3 073 351
June	1 357 267	1 446 259	73 622	68 015	21 842	106 130	11 952	25 151	3 110 238
July	1 408 106	1 441 654	74 716	64 003	21 222	106 916	12 015	23 879	3 152 511
August	1 524 561	1 534 634	91 661	70 174	25 636	104 946	12 903	18 999	3 383 514
September	1 455 634	1 574 671	82 019	70 026	20 049	112 368	12 143	17 254	3 344 164
October	1 372 351	1 540 524	79 720	71 076	18 665	106 381	10 143	20 961	3 219 821
November	1 358 386	1 554 308	75 555	73 437	18 169	105 955	8 542	15 045	3 209 397
December	1 403 891	1 602 077	71 159	71 762	17 901	120 831	14 726	25 573	3 327 920
1977 totals	16 462 332	18 073 928	859 977	822 740	235 714	1 265 541	130 227	226 817	38 077 276
1976 totals	16 465 133	18 250 305	735 744	752 756	246 112	1 340 604	127 922	233 815	38 152 391
1977 compared to 1976	−2 801	−176 377	+124 233	+69 984	−10 398	−75 063	+2 305	−6 998	−75 115
	−0.02%	−0.97%	+16.89%	+9.30%	−4.22%	−5.60%	+1.80%	−2.99%	−0.20%

Home Delivery/Through-store Sales Analysis

Home delivery—									
1977 totals	3 478 656	5 042 013	65 534	310 796	28 447	127 053	3 296	11 120	9 066 915
1976 totals	3 546 686	4 878 444	60 654	279 339	29 190	134 533	3 516	12 457	8 944 819
1977 compared to 1976	−68 030	+163 569	+4 880	+31 457	−743	−7 480	−220	−1 337	+122 096
	−1.92%	+3.35%	+8.05%	+11.26%	−2.55%	−5.56%	−6.26%	−10.73%	+1.36%
Through-store sales—									
1977 totals	12 983 676	13 031 915	794 443	511 944	207 267	1 138 488	126 931	215 697	29 010 361
1976 totals	12 918 447	13 371 861	675 090	473 417	216 922	1 206 071	124 406	221 358	29 207 572
1977 compared to 1976	+65 229	−339 946	+119 353	+38 527	−9 655	−67 583	+2 525	−5 661	−197 211
	+0.50%	−2.54%	+17.68%	+8.14%	−4.45%	−5.60%	+2.03%	−2.56%	−0.68%

+ = Increase. − = Decrease.

Table Ic—Litre Sales, All Areas Combined

1977	Standard Milk	Low-fat Milk	Chocolate Milk	Skim Milk	Buttermilk	Light Cream (9% Butterfat)	Cream and Sour Cream (18% Butterfat)	Whipping Cream (32% Butterfat)	All Products
	Litres	Litres	Litres	Litres	Litres	Litres	Litres	Litres	Litres
January	8 436 771	10 324 655	414 310	495 868	201 153	731 329	127 668	116 981	20 848 735
February	8 232 387	9 710 479	382 635	505 452	200 437	704 021	137 021	120 015	19 992 447
March	9 272 905	10 917 498	455 042	552 010	229 984	804 261	155 862	147 499	22 535 261
April	8 979 140	10 291 395	460 837	532 245	229 591	764 519	158 848	166 092	21 582 667
May	8 451 478	9 806 399	493 559	535 906	243 582	766 409	165 580	154 283	20 617 196
June	8 878 806	10 230 477	526 247	543 811	278 655	791 938	185 936	192 365	21 628 235
July	8 797 150	9 912 400	544 871	488 615	254 091	763 171	176 809	175 199	21 112 306
August	9 492 106	10 568 820	656 385	527 698	335 242	759 508	185 454	152 175	22 677 388
September	9 203 975	10 886 092	586 825	541 245	235 164	799 096	172 141	144 240	22 568 778
October	9 015 727	10 810 510	566 518	555 338	225 656	791 578	163 959	173 208	22 302 494
November	9 075 911	10 936 689	518 118	588 145	224 582	792 209	164 427	142 434	22 442 515
December	9 272 174	11 079 193	492 890	555 450	218 497	885 476	253 262	240 074	22 997 016
1977 totals	107 108 530	125 474 607	6 098 237	6 421 783	2 876 634	9 353 515	2 046 967	1 924 565	261 305 038
1976 totals	104 426 491	123 132 156	5 343 515	5 736 271	2 768 681	9 671 114	1 798 697	1 833 443	254 710 367
1977 compared to 1976	+2 682 039 +2.57%	+2 342 451 +1.90%	+754 722 +14.12%	+685 512 +10.67%	+107 953 +3.90%	−317 599 −3.28%	+248 270 +13.79%	+91 122 +4.97%	+6 594 671 +2.59%

Home Delivery/Through-store Sales Analysis

Home delivery—									
1977 totals	13 872 843	19 465 176	279 590	1 346 560	136 021	499 066	36 156	49 149	35 684 561
1976 totals	14 665 082	19 613 131	266 826	1 354 840	147 979	552 256	33 546	54 399	36 688 059
1977 compared to 1976	−792 239 −5.40%	−147 955 −0.75%	+12 764 +4.78%	−8 280 −0.61%	−11 958 −8.08%	−53 190 −9.63%	+2 610 +7.78%	−5 250 −9.65%	−1 003 498 −2.74%
Through-store sales—									
1977 totals	93 235 687	106 009 431	5 818 647	5 075 423	2 740 613	8 854 449	2 010 811	1 875 416	225 620 477
1976 totals	89 761 409	103 519 025	5 076 689	4 381 431	2 620 701	9 118 858	1 765 151	1 779 044	218 022 308
1977 compared to 1976	+3 474 278 +3.87%	+2 490 406 +2.41%	+741 958 +14.61%	+693 992 +15.84%	+119 912 +4.58%	−264 409 −2.90%	+245 660 +13.92%	+96,372 +5.42%	+7 598 169 +3.49%

+ = Increase. − = Decrease.

TABLE IIA—ANALYSIS OF 1977 BRITISH COLUMBIA MAINLAND AREA CLASS I SALES AND MILK SHIPMENTS FROM VANCOUVER ISLAND AREA TO THE BRITISH COLUMBIA MAINLAND AREA

Month	Total Class I Sales From All Areas	Mainland Area Sales						Sales From Vancouver Island Area	
		Within Area	Per Cent	In Vancouver Island Area		Total (Table IIIA(6))	Per Cent of Total Class I Sales	Packaged (Table IIB(4))	Per Cent of Total Class I Sales
				Total (Table IIB(10))	Per Cent				
	(Col. 1)	(Col. 2)	(Col. 3)	(Col. 4)	(Col. 5)	(Col. 6)	(Col. 7)	(Col. 8)	(Col. 9)
	Litres	Litres		Litres		Litres		Litres	
January	17 956 134	17 039 351	94.89	916 009	5.10	17 995 360	99.99	774	0.01
February	17 160 171	16 230 953	94.59	928 325	5.41	17 159 278	99.99	893	0.01
March	19 263 658	18 164 794	94.30	1 097 793	5.70	19 262 587	99.99	1 071	0.01
April	18 408 919	17 417 991	94.62	990 011	5.38	18 408 002	99.99	917	0.01
May	17 890 083	16 935 465	94.66	953 665	5.33	17 889 130	99.99	953	0.01
June	18 474 332	17 470 124	94.56	1 003 374	5.43	18 473 498	99.99	834	0.01
July	17 943 518	16 899 285	94.18	1 043 280	5.81	17 942 565	99.99	953	0.01
August	19 345 668	18 319 954	94.70	1 024 754	5.30	19 344 708	99.99	960	0.01
September	18 979 878	17 998 028	94.83	980 410	5.17	18 978 438	99.99	1 440	0.01
October	19 111 494	18 114 527	94.78	995 899	5.21	19 110 426	99.99	1 068	0.01
November	19 247 649	18 229 870	94.71	1 015 583	5.28	19 245 453	99.99	2 196	0.01
December	19 710 541	18 673 420	94.74	1 035 471	5.25	19 708 891	99.99	1 650	0.01
1977 totals	223 492 045	211 493 762	94.63	11 984 574	5.36	223 518 336	99.99	13 709	0.01
1976 totals	216 936 046	204 591 046	94.31	12 315 128	5.68	216 906 174	99.99	29 872	0.01
1977 compared to 1976	+6 555 999	+6 902 716	--------	−330 554	--------	+6 612 164	--------	−16 163	--------
	+3.02%	+3.37%	--------	−2.68%	--------	+3.05%	--------	−54.11%	--------

+ = Increase. − = Decrease.

TABLE IIB—ANALYSIS OF 1977 VANCOUVER ISLAND AREA CLASS I SALES AND MILK SHIPMENTS FROM BRITISH COLUMBIA MAINLAND AREA TO VANCOUVER ISLAND AREA

Month	Total Class I Sales From All Areas	Vancouver Island Area Sales						Sales From Vancouver Area			
		Within Area	Per Cent	In Vancouver Area		Total (Table IIIB(6))	Per Cent of Total Class I Sales	Packaged	Bulk	Total (Table IIA(4))	Per Cent of Total Sales
				Total (Table 11A(8))	Per Cent						
	(Col. 1)	(Col. 2)	(Col. 3)	(Col. 4)	(Col. 5)	(Col. 6)	(Col. 7)	(Col. 8)	(Col. 9)	(Col. 10)	(Col. 11)
	Litres	Litres		Litres		Litres		Litres	Litres	Litres	
January	3 851 702	2 934 919	76.20	774	0.02	2 935 693	76.22	916 009	.....	916 009	23.78
February	3 817 444	2 888 226	75.66	893	0.02	2 889 119	75.68	907 180	21 145	928 325	24.32
March	4 334 332	3 235 468	74.65	1 071	0.02	3 236 539	74.67	1 097 793	.....	1 097 793	25.33
April	4 141 848	3 150 920	76.08	917	0.02	3 151 837	76.10	990 011	.....	990 011	23.90
May	4 080 263	3 125 645	76.61	953	0.02	3 126 598	76.63	953 665	.....	953 665	23.37
June	4 106 782	3 102 574	75.55	834	0.02	3 103 408	75.57	1 003 374	.....	1 003 374	24.43
July	4 161 383	3 117 150	74.91	953	0.02	3 118 103	74.93	998 963	44 317	1 043 280	25.07
August	4 357 434	3 331 720	76.46	960	0.02	3 332 680	73.48	999 866	24 888	1 024 754	23.52
September	4 324 574	3 342 724	77.30	1 440	0.03	3 344 164	77.33	980 410	.....	980 410	22.67
October	4 187 967	3 191 000	76.19	1 068	0.03	3 192 068	76.22	968 146	27 753	995 899	23.78
November	4 212 645	3 194 866	75.84	2 196	0.05	3 197 062	75.89	1 003 248	12 335	1,015 583	24.11
December	4 328 378	3 291 257	76.04	1 650	0.04	3 292 907	76.08	999 145	36 326	1 035 471	23.92
1977 totals	49 904 752	37 906 469	75.96	13 709	0.03	37 920 178	75.99	11 817 810	166 764	11 984 574	24.01
1976 totals	49 613 456	37 268 456	75.12	29 872	0.06	37 298 328	75.18	11 501 545	813 583	12 315 128	24.82
1977 compared to 1976	+291 296	+638,013	.....	−16 163	.....	+621 850	.....	+316,265	−646,819	−330 554	.....
	+0.59%	+1.71%	.....	−54.11%	.....	+1.67%	.....	+2.75%	−79.50%	−2.68%	.....

+ = Increase. − = Decrease.

TABLE IIIA—BRITISH COLUMBIA MAINLAND AREA, QUALIFYING MILK, 1977

Month	Receipts		Quota Milk Receipts			Class I Utilization				Excess Over Class I		
	Total (Col. 1)	Daily Average (Col. 2)	Total (Col. 3)	Daily Average (Col. 4)	Per Cent of Col. 2 (Col. 5)	Total (Col. 6)	Daily Average (Col. 7)	Per Cent of Col. 2 (Col. 8)	Per Cent of Col. 4 (Col. 9)	Total (Col. 10)	Daily Average (Col. 11)	Per Cent of Col. 2 (Col. 12)
	Litres	Litres	Litres	Litres	Per Cent	Litres	Litres	Per Cent	Per Cent	Litres	Litres	Per Cent
January[1]	29 225 641	942 762	22 103 864	713 028	75.63	17 955 360	579 205	61.44	81.23	11 270 281	363 557	38.56
February	27 168 665	970 309	20 014 361	714 799	73.67	17 159 278	612 831	63.16	85.73	10 009 387	357 478	36.84
March	30 548 438	985 434	22 564 906	727 900	73.87	19 262 587	621 374	63.06	85.37	11 285 851	364 060	36.94
April	30 086 722	1 002 891	21 845 827	728 194	72.61	18 408 002	613 600	61.18	84.26	11 678 720	389 291	38.82
May	31 676 744	1 021 831	22 576 022	728 259	71.27	17 889 130	577 069	56.47	79.24	13 787 614	444 762	43.53
June	29 488 909	982 963	21 828 982	727 633	74.02	18 473 498	615 783	62.65	84.63	11 015 411	367 180	37.35
July	30 085 195	970 491	22 541 460	727 144	74.93	17 942 565	578 793	59.64	79.60	12 142 630	391 698	40.36
August	29 234 140	943 037	22 491 654	725 537	76.94	19 344 708	624 023	66.17	86.01	9 889 432	319 014	33.83
September	28 611 307	953 711	21 820 299	727 343	76.26	18 978 438	632 615	66.33	86.98	9 632 869	321 096	33.67
October[1]	29 077 926	937 997	22 492 186	725 554	77.35	19 110 426	616 465	65.72	84.96	9 967 500	321 532	34.28
November[1]	27 354 125	911 804	21 734 827	724 494	79.46	19 245 453	641 515	70.36	88.55	8 108 672	270 289	29.64
December[1]	29 038 037	936 711	22 534 840	726 930	77.60	19 708 891	635 771	67.87	87.46	9 329 146	300 940	32.13
1977 totals	351 595 849	963 276	264 549 228	724 792	75.24	223 478 336	612 269	63.56	84.48	128 117 513	351 007	36.43
1976 totals	341 012 514	931 729	259 725 470	709 632	76.16	216 906 174	592 640	63.61	83.51	124 106 340	339 089	36.39
1977 compared to 1976	+10 583 335	+31 548	+4 823 758	+15 160	.....	+6 572 162	+19 629	.....	.....	+4 011 173	+11 918	.....
	+3.10%	+3.39%	+1.86%	+2.14%	.....	+3.03%	+3.31%	.....	.....	+3.23%	+3.51%	.....

+ = Increase. — = Decrease. [1] Months to be basis for calculating daily milk quotas for 1978/79.

TABLE IIIB—VANCOUVER ISLAND AREA, QUALIFYING MILK, 1977

Month	Receipts		Quota Milk Receipts			Class I Utilization				Excess Over Class I		
	Total (Col. 1)	Daily Average (Col. 2)	Total (Col. 3)	Daily Average (Col. 4)	Per Cent of Col. 2 (Col. 5)	Total (Col. 6)	Daily Average (Col. 7)	Per Cent of Col. 2 (Col. 8)	Per Cent of Col. 4 (Col. 9)	Total (Col. 10)	Daily Average (Col. 11)	Per Cent of Col. 2 (Col. 12)
	Litres	Litres	Litres	Litres	Per Cent	Litres	Litres	Per Cent	Per Cent	Litres	Litres	Per Cent
January[1]	3 904 967	125 967	3 534 657	114 021	90.52	2 935 693	94 700	75.18	83.05	969 274	31 267	24.82
February	3 573 906	127 640	3 190 938	113 962	89.28	2 889 119	103 183	80.84	90.54	684 787	24 457	19.16
March	4 016 081	129 551	3 650 356	117 753	90.89	3 236 539	104 404	80.59	88.66	779 542	25 147	19.41
April	3 947 909	131 597	3 541 108	118 037	89.70	3 151 837	105 061	79.84	89.01	796 072	26 536	20.16
May	4 157 707	134 120	3 653 935	117 869	87.88	3 126 598	100 858	75.20	85.57	1 031 109	33 262	24.80
June	3 814 455	127 149	3 506 586	116 886	91.93	3 103 408	103 447	81.36	88.50	711 047	23 702	18.64
July	3 939 722	127 088	3 638 676	117 377	92.36	3 118 103	100 584	79.15	85.69	821 619	26 504	20.85
August[1]	3 866 944	124 740	3 600 090	116 132	93.10	3 332 680	107 506	86.18	92.57	534 264	17 234	13.82
September	3 822 725	127 424	3 535 792	117 860	92.49	3 344 164	111 472	87.48	94.58	478 561	15 952	12.52
October[1]	3 903 022	125 904	3 640 523	117 436	93.27	3 192 068	102 970	81.78	87.68	710 954	22 934	18.22
November[1]	3 747 557	124 919	3 514 714	117 157	93.79	3 197 062	106 569	85.31	90.96	550 495	18 350	14.69
December	3 936 760	126 992	3 616 052	116 647	91.85	3 292 907	106 223	83.65	91.06	643 853	20 769	16.35
1977 totals	46 631 755	127 758	42 623 427	116 777	91.40	37 920 178	103 891	81.32	81.93	8 711 577	23 867	18.68
1976 totals	45 377 158	123 981	41 846 831	114 335	92.22	37 298 328	101 908	82.20	89.13	8 078 830	22 073	17.80
1977 compared to 1976	+1 254 597	+3 777	+776 596	+2 442	.....	+621 850	+1 983	.....	.....	+632 747	+1 794	.....
	+2.76%	+3.05%	+1.86%	+2.14%	.....	+1.67%	+1.95%	.....	.....	+7.83%	+8.13%	.....

+ = Increase. — = Decrease. [1] Months to be basis for calculating daily milk quotas for 1978/79.

TABLE IIIc—ALL AREAS COMBINED, QUALIFYING MILK, 1977

Month	Receipts		Quota Milk Receipts			Class I Utilization				Excess Over Class I		
	Total (Col. 1)	Daily Average (Col. 2)	Total (Col. 3)	Daily Average (Col. 4)	Per Cent of Col. 2 (Col. 5)	Total (Col. 6)	Daily Average (Col. 7)	Per Cent of Col. 2 (Col. 8)	Per Cent of Col. 4 (Col. 9)	Total (Col. 10)	Daily Average (Col. 11)	Per Cent of Col. 2 (Col. 12)
	Litres	Litres	Litres	Litres	Per Cent	Litres	Litres	Per Cent	Per Cent	Litres	Litres	Per Cent
January	33 130 608	1 068 729	25 638 521	827 049	77.39	20 891 053	673 905	62.81	81.16	12 239 555	394 824	35.96
February	30 742 571	1 097 949	23 205 299	828 761	75.48	20 048 397	716 014	64.83	85.89	10 694 174	381 935	34.78
March	34 564 519	1 114 985	26 215 262	845 653	75.84	22 499 126	725 778	65.09	85.82	12 065 393	389 207	34.91
April	34 034 631	1 134 488	25 386 935	846 231	74.59	21 559 839	718 661	63.27	84.82	12 474 792	415 827	36.65
May	35 834 451	1 155 951	26 229 957	846 128	73.20	21 015 728	677 927	58.48	79.89	14 818 723	478 024	41.35
June	33 303 364	1 110 112	25 335 568	844 519	76.08	21 576 906	719 230	64.79	85.16	11 726 458	390 882	35.21
July	34 024 917	1 097 579	26 180 136	844 521	76.94	21 060 668	679 377	61.90	80.45	12 964 249	418 202	38.10
August	33 101 084	1 067 777	26 091 744	841 669	78.82	22 677 388	731 529	68.51	86.91	10 423 696	336 248	31.49
September	32 434 032	1 081 135	25 356 091	845 203	78.18	22 322 602	744 087	68.82	88.04	10 111 430	337 048	31.18
October	32 980 948	1 063 901	26 132 709	842 990	79.24	22 302 494	719 435	67.62	85.34	10 678 454	344 466	32.38
November	31 101 682	1 036 723	25 249 541	841 651	81.18	22 442 515	748 084	72.16	88.88	8 659 167	288 639	27.84
December	32 974 797	1 063 703	26 150 892	843 577	79.31	23 001 798	741 994	69.76	87.96	9 972 999	321 709	30.24
1977 totals	398 227 604	1 091 034	307 172 655	841 569	77.13	261 398 514	716 160	65.64	85.09	136 829 090	374 874	34.36
1976 totals	386 389 672	1 055 710	301 572 301	823 967	78.05	254 204 501	694 548	65.79	84.29	132 185 170	361 162	34.21
1977 compared to 1976	+11 837 932	+35 324	+5 600 354	+17 602	.....	+7 194 013	+21 612	.....	.....	+4 643 920	+13,712	.....
	+3.06%	+3.35%	+1.86%	+2.14%	.....	+2.83%	+3.11%	.....	.....	+3.51%	+3.80%	.....

+ = Increase. — = Decrease.

TABLE IVA—BRITISH COLUMBIA MAINLAND AREA, 1977 YEAR-TO-DATE PRODUCTION AND CLASS I UTILIZATION COMPARED TO 1976

Month	1977 Production Receipts		1976 Production Receipts		1977 Compared to 1976[1]	Per Cent of Change[1]	1977 Compared to 1976[2]	Per Cent of Change[2]
	Monthly Receipts (Col. 1)	Accumulated Monthly Receipts (Col. 2)	Monthly Receipts (Col. 3)	Accumulated Monthly Receipts (Col. 4)	(Col. 5)	(Col. 6)	(Col. 7)	(Col. 8)
	Litres	Litres	Litres	Litres	Litres		Litres	
January	29 225 641	29 225 641	28 757 329	28 757 329	+468 312	+1.63	+468 312	+1.63
February	27 168 665	56 394 306	27 401 470	56 158 799	−232 805	−0.85	+235 507	+0.42
March	30 548 438	86 942 744	30 430 595	86 589 394	+117 843	+0.39	+353 350	+0.41
April	30 086 722	117 029 466	29 781 156	116 370 550	+305 566	+1.03	+658 916	+0.57
May	31 676 744	148 706 210	31 634 573	148 005 123	+42 171	+0.13	+701 087	+0.47
June	29 488 909	178 195 119	28 905 555	176 910 678	+583 354	+2.02	+1 284 441	+0.73
July	30 085 195	208 280 314	28 699 399	205 610 077	+1 385 796	+4.83	+2 670 237	+1.30
August	29 234 140	237 514 454	27 605 676	233 215 753	+1 628 464	+5.90	+4 298 701	+1.84
September	28 611 307	266 125 761	26 331 264	259 547 017	+2 280 043	+8.66	+6 578 744	+2.53
October	29 077 926	295 203 687	27 226 076	286 773 093	+1 851 850	+6.80	+8 430 594	+2.94
November	27 354 125	322 557 812	26 104 405	312 877 498	+1 249 720	+4.79	+9 680 314	+3.09
December	29 038 037	351 595 849	28 135 015	341 012 513	+903 022	+3.21	+10 583 336	+3.10

Month	1977 Class I Utilization		1976 Class I Utilization		1977 Compared to 1976[3]	Per Cent of Change[3]	1977 Compared to 1976[4]	Per Cent of Change[4]
	Monthly Utilization (Col. 9)	Accumulated Monthly Utilization (Col. 10)	Monthly Utilization (Col. 11)	Accumulated Monthly Utilization (Col. 12)	(Col. 13)	(Col. 14)	(Col. 15)	(Col. 16)
	Litres	Litres	Litres	Litres	Litres		Litres	
January	17 955 360	17 955 360	18 301 232	18 301 232	−345 872	−1.89	−345 872	−1.89
February	17 159 278	35 114 638	16 780 194	35 081 426	+379 084	+2.26	+33 212	+0.09
March	19 262 587	54 377 225	18 638 693	53 720 119	+623 894	+3.35	+657 106	+1.22
April	18 408 002	72 785 227	18 316 625	72 036 744	+91 377	+0.50	+748 483	+1.04
May	17 889 130	90 674 357	17 504 191	89 540 935	+384 939	+2.20	+1 133 422	+1.27
June	18 473 498	109 147 855	18 000 711	107 541 646	+472 787	+2.63	+1 606 209	+1.49
July	17 942 565	127 090 420	18 186 245	125 727 891	−243 680	−1.34	+1 362 529	+1.08
August	19 344 708	146 435 128	17 343 087	143 070 978	+2 001 621	+11.54	+3 364 150	+2.35
September	18 978 438	165 413 566	18 134 308	161 205 286	+844 130	+4.65	+4 208 280	+2.61
October	19 110 426	184 523 992	18 835 173	180 040 459	+275 253	+1.46	+4 483 533	+2.49
November	19 245 453	203 769 445	18 141 163	198 181 622	+1 104 290	+6.09	+5 587 823	+2.82
December	19 708 891	223 478 336	18 724 552	216 906 174	+984 339	+5.26	+6 572 162	+3.03

[1] Col. 1 compared to Col. 3. [2] Col. 2 compared to Col. 4. + = Increase. − = Decrease.
[3] Col. 9 compared to Col. 11. [4] Col. 10 compared to Col. 12.

TABLE IVB—VANCOUVER ISLAND AREA, 1977 YEAR-TO-DATE PRODUCTION AND CLASS I UTILIZATION COMPARED TO 1976

Month	1977 Production Receipts		1976 Production Receipts		1977 Compared to 1976[1]	Per Cent of Change[1]	1977 Compared to 1976[2]	Per Cent of Change[2]
	Monthly Receipts (Col. 1)	Accumulated Monthly Receipts (Col. 2)	Monthly Receipts (Col. 3)	Accumulated Monthly Receipts (Col. 4)	(Col. 5)	(Col. 6)	(Col. 7)	(Col. 8)
	Litres	Litres	Litres	Litres	Litres		Litres	
January	3 904 967	3 904 967	3 873 599	3 873 599	+31 368	+0.81	+31 368	+0.81
February	3 573 906	7 478 873	3 729 002	7 602 601	−155 096	−4.16	−123 728	−1.63
March	4 016 081	11 494 954	3 986 424	11 589 025	+29 657	+0.74	−94 071	−0.81
April	3 947 909	15 442 863	3 867 757	15 456 782	+80 152	+2.07	−13 919	−0.09
May	4 157 707	19 600 570	4 049 750	19 506 532	+107 957	+2.67	+94 038	+0.48
June	3 814 455	23 415 025	3 725 642	23 232 174	+88 813	+2.38	+182 851	+0.79
July	3 939 722	27 354 747	3 756 721	26 988 895	+183 001	+4.87	+365 852	+1.36
August	3 866 944	31 221 691	3 724 506	30 713 401	+142 438	+3.82	+508 290	+1.65
September	3 822 725	35 044 416	3 607 785	34 321 186	+214 940	+5.96	+723 230	+2.11
October	3 903 022	38 947 438	3 689 619	38 010 805	+213 403	+5.78	+936 633	+2.46
November	3 747 557	42 694 995	3 574 470	41 585 275	+173 087	+4.84	+1 109 720	+2.67
December	3 936 760	46 631 755	3 791 884	45 377 159	+144 876	+3.82	+1 254 596	+2.76

Month	1977 Class I Utilization		1976 Class I Utilization		1977 Compared to 1976[3]	Per Cent of Change[3]	1977 Compared to 1976[4]	Per Cent of Change[4]
	Monthly Utilization (Col. 9)	Accumulated Monthly Utilization (Col. 10)	Monthly Utilization (Col. 11)	Accumulated Monthly Utilization (Col. 12)	(Col. 13)	(Col. 14)	(Col. 15)	(Col. 16)
	Litres	Litres	Litres	Litres	Litres		Litres	
January	2 935 693	2 935 693	2 969 962	2 969 962	−34 269	−1.15	−34 269	−1.15
February	2 889 119	5 824 812	2 830 837	5 800 799	+58 282	+2.06	+24 013	+0.41
March	3 236 529	9 061 341	3 114 141	8 914 940	+122 398	+3.93	+146 401	+1.64
April	3 151 837	12 213 178	3 220 590	12 135 530	−68 753	−2.13	+77 648	+0.64
May	3 126 598	15 339 776	3 024 932	15 160 462	+101 666	+3.36	+179 314	+1.18
June	3 103 408	18 443 184	3 082 340	18 242 802	+21 068	+0.68	+200 382	+1.10
July	3 118 103	21 561 287	3 224 434	21 467 236	−106 331	−3.30	+94 051	+0.44
August	3 332 680	24 893 967	3 133 801	24 601 037	+198 879	+6.35	+292 930	+1.19
September	3 344 164	28 238 131	3 176 898	27 777 935	+167 266	+5.27	+460 796	+1.66
October	3 192 068	31 430 199	3 211 769	30 989 704	−19 701	−0.61	+440 495	+1.42
November	3 197 062	34 627 261	3 108 522	34 098 226	+88 540	+2.85	+529 035	+1.55
December	3 292 907	37 920 167	3 200 102	37 298 328	+92 805	+2.90	+621 840	+1.67

[1] Col. 1 compared to Col. 3. [2] Col. 2 compared to Col. 4. + = Increase. − = Decrease.
[3] Col. 9 compared to Col. 11. [4] Col. 10 compared to Col. 12.

TABLE IVc—ALL AREAS COMBINED, 1977 YEAR-TO-DATE PRODUCTION AND CLASS I UTILIZATION COMPARED TO 1976

Month	1977 Production Receipts		1976 Production Receipts		1977 Compared to 1976[1]	Per Cent of Change[1]	1977 Compared to 1976[2]	Per Cent of Change[2]
	Monthly Receipts (Col. 1)	Accumulated Monthly Receipts (Col. 2)	Monthly Receipts (Col. 3)	Accumulated Monthly Receipts (Col. 4)	(Col. 5)	(Col. 6)	(Col. 7)	(Col. 8)
	Litres	Litres	Litres	Litres	Litres		Litres	
January	33 130 608	33 130 608	32 630 928	32 630 928	+499 680	+1.53	+499 680	+1.53
February	30 742 571	63 873 179	31 130 472	63 761 400	−387 901	−1.25	+111 779	+0.18
March	34 564 519	98 437 698	34 417 019	98 178 419	+147 500	+0.43	+259 279	+0.26
April	34 034 631	132 472 329	33 648 913	131 827 332	+385 718	+1.15	+644 997	+0.49
May	35 834 451	168 306 780	35 684 323	167 511 655	+150 128	+0.42	+795 125	+0.47
June	33 303 364	201 610 144	32 631 197	200 142 852	+672 167	+2.06	+1 467 292	+0.73
July	34 024 917	235 635 061	32 456 120	232 598 972	+1 568 797	+4.83	+3 036 089	+1.31
August	33 101 084	268 736 145	31 330 182	263 929 154	+1 770 902	+5.65	+4 806 991	+1.82
September	32 434 032	301 170 177	29 939 049	293 868 203	+2 494 983	+8.33	+7 301 974	+2.48
October	32 980 948	334 151 125	30 915 695	324 783 898	+2 065 253	+6.68	+9 367 227	+2.88
November	31 101 682	365 252 807	29 678 875	354 462 773	+1 422 807	+4.79	+10 790 034	+3.04
December	32 974 797	398 227 604	31 926 899	386 389 672	+1 047 898	+3.28	+11 837 932	+3.06

Month	1977 Class I Utilization		1976 Class I Utilization		1977 Compared to 1976[3]	Per Cent of Change[3]	1977 Compared to 1976[4]	Per Cent of Change[4]
	Monthly Utilization (Col. 9)	Accumulated Monthly Utilization (Col. 10)	Monthly Utilization (Col. 11)	Accumulated Monthly Utilization (Col. 12)	(Col. 13)	(Col. 14)	(Col. 15)	(Col. 16)
	Litres	Litres	Litres	Litres	Litres		Litres	
January	20 891 053	20 891 053	21 271 194	21 271 194	−380 141	−1.79	−380 141	−1.79
February	20 048 397	40 939 450	19 611 031	40 882 225	+437 366	+2.23	+57 225	+0.14
March	22 499 126	63 438 576	21 752 834	62 635 059	+746 292	+3.43	+803 517	+1.28
April	21 559 839	84 998 415	21 537 215	84 172 274	+22 624	+0.11	+826 141	+0.98
May	21 015 728	106 014 143	20 529 123	104 701 397	+486 605	+2.37	+1 312 746	+1.25
June	21 576 906	127 591 049	21 083 051	125 784 448	+493 855	+2.34	+1 806 601	+1.44
July	21 060 668	148 651 717	21 410 679	147 195 127	−350 011	−1.63	+1 456 590	+0.99
August	22 677 388	171 329 105	20 476 888	167 672 015	+2 200 500	+10.75	+3 657 090	+2.18
September	22 322 602	193 651 707	21 311 206	188 983 221	+1 011 396	+4.75	+4 668 486	+2.47
October	22 302 494	215 954 201	22 046 942	211 030 163	+255 552	+1.16	+4 924 038	+2.33
November	22 442 515	238 396 716	21 249 685	232 279 848	+1 192 830	+5.61	+6 116 868	+2.63
December	23 001 798	261 398 514	21 924 654	254 204 502	+1 077 144	+4.91	+7 194 012	+2.83

[1] Col. 1 compared to Col. 3. [2] Col. 2 compared to Col. 4. + = Increase. − = Decrease.
[3] Col. 9 compared to Col. 11. [4] Col. 10 compared to Col. 12.

TABLE V—INFORMATION REGARDING CLASS I ACCOUNTING VALUE FORMULA; CLASSES I, III, IIIA, IIIB, IIIC ACCOUNTING VALUES; AND PRODUCER PRICES FOR QUALIFYING MILK

	Base Period 1966–75[1]	Jan.	Feb.	Mar.	Apr.	Base Period 1967–76[2]	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.
1. (*a*) Index of Wholesale Prices	329.0	510.7	515.3	526.3	533.0	354.3	540.9	552.8	556.0	556.0	558.5	558.6	561.7	562.5
(*b*) Index of Consumer Prices	103.2	152.2	152.2	154.0	155.4	109.8	157.0	157.9	159.2	160.3	161.8	162.5	163.4	165.0
(*c*) Wages and Salaries in B.C.	153.62	256.03	258.54	261.09	263.43	168.89	263.43	267.69	271.54	271.54	273.51	275.44	277.43	279.09
(*d*) Alfalfa Hay Prices	71.16	124.66	124.66	124.66	124.66	78.47	124.66	124.66	119.77	118.55	115.93	109.69	109.69	109.69
(*e*) Index of 16 per cent Dairy Feed	139.8	235.2	234.4	235.0	239.0	152.1	241.5	244.4	246.6	247.2	246.3	245.0	242.8	237.4
(*f*) Farm Wages in B.C.	370.03	621.84	635.98	651.28	667.75	412.05	683.34	696.84	708.25	719.48	730.52	741.38	752.04	761.18
(*g*) Index of Prices of Farm Inputs	146.1	230.0	230.0	230.0	230.0	157.0	232.9	232.9	236.3	236.3	236.3	236.3	236.3	252.6
(*h*) Combined Index	100.00	163.1474	164.0089	165.5603	167.1052	100.00	154.6124	156.2618	156.4225	156.5740	156.6589	155.5751	156.1790	157.5331
	$	$	$	$	$	$	$	$	$	$	$	$	$	$
2. Class I Accounting Values—All areas	20.5996	33.607	33.784	34.104	34.422	22.2869	34.459	34.826	34.863	34.895	34.914	34.673	34.807	35.109
3. Class III Accounting Value	.....	21.225	21.225	21.225	21.225	.....	21.900	21.900	21.900	21.900	21.900	21.900	21.900	21.900
Class IIIA Accounting Value	.....	19.295	19.295	19.295	19.295	.....	20.200	20.200	20.200	20.200	20.200	20.200	20.200	20.200
Class IIIB Accounting Value	.....	19.295	19.295	19.295	19.295	.....	20.200	20.200	20.200	20.200	20.200	20.200	20.200	20.200
Class IIIC Accounting Value	.....	19.295	19.295	19.295	19.295	.....	20.200	20.200	20.200	20.200	20.200	20.200	20.200	20.200
4. Producer Prices (before adjustments)—														
(1) British Columbia Mainland Area:														
(*a*) Quota Price	.....	31.68	32.25	32.46	32.50	.....	31.66	32.66	31.96	32.94	33.43	33.06	34.03	34.31
(*b*) Excess Price	.....	20.72	20.43	20.29	20.27	.....	20.74	20.70	20.79	20.95	21.15	21.28	21.64	21.71
(*c*) Weighted Average Price	.....	29.03	29.14	29.28	29.14	.....	28.53	29.55	29.14	30.18	30.52	30.39	31.49	31.49
(2) Vancouver Island area:														
(*a*) Quota Price	.....	31.87	32.89	33.00	33.18	.....	32.39	33.18	32.89	33.96	34.91	33.13	34.35	34.63
(*b*) Excess Price	.....	21.04	20.97	20.97	20.83	.....	21.33	21.22	21.18	21.64	21.35	21.79	22.33	21.53
(*c*) Weighted Average Price	.....	30.84	31.62	31.89	31.91	.....	31.05	32.23	31.98	33.11	33.89	32.36	33.60	33.56

[1] General Order 64 (B.C. Reg. 262/76).
[2] General Order 67 (B.C. Reg. 289/77).

TABLE VI—LICENSING INFORMATION

	British Columbia Mainland		Vancouver Island		Total	
	Class I	Class II	Class I	Class II	Class I	Class II
Issued from April 1, 1977	32	1,120	8	134	40	1,254
Cancelled	----	69	----	11	----	80
In effect December 31, 1977	32	1,051	8	123	40	1,174
In effect December 1976	40	1,099	6	127	46	1,226

APPENDIX A

B.C. Reg. 158/77

GENERAL ORDER 66, MADE BY THE MILK BOARD ON THE 21ST DAY OF APRIL 1977, REPEALING GENERAL ORDER 64 (B.C. REG. 262/76) AND GENERAL ORDER 65 (B.C. REG. 617/76), AND AMENDING GENERAL ORDER 57 (B.C. REG. 277/74)

The Milk Board orders that:

1. General Order 64 is repealed.

2. General Order 65 is repealed.

3. General Order 57 is amended by striking out section 3.01 and substituting the following:

"3.01 Qualifying milk shall be classified at the premises of the vendor where it is received from the producer on the basis of utilization as follows:

(*a*) Class I milk shall be qualifying milk utilized by a vendor for sale or transfer in fresh form to wholesale or retail customers in any part of the Province, or to other vendors in any part of the Province:

(*b*) Class III milk shall be all qualifying milk sold in the Province to a vendor and surplus to his requirements under subsections (*a*), (*c*), (*d*), and (*e*) of this section:

(*c*) Class IIIA milk shall be all qualifying milk sold in the Province to a vendor and utilized in the manufacture of nonfat milk powder and butter:

(*d*) Class IIIB milk shall be all qualifying milk sold in the Province to a vendor and utilized in the manufacture of canned evaporated milk:

(*e*) Class IIIC milk shall be all qualifying milk sold in the Province to a vendor and utilized in the manufacture of cheddar cheese."

4. General Order 57 is amended by striking out section 4.01 and substituting the following:

"4.01 Every vendor shall account for all qualifying milk he receives from licensed producers at not less than the accounting values set out in this section, subject to butterfat differentials set out in section 5.01 hereof:

(*a*) For Class I milk of 3.5 per cent butterfat content received in defined areas of production, the minimum accounting value each month shall be the value computed under the following formula:

Base period—1967–76 = 100.

Base period value of 3.5 per cent milk in the Vancouver Island and British Columbia Mainland areas of production—$9.8180 a hundred pounds.

Index of Wholesale Prices (most recent published Statistics Canada index for Canada)	×.15
Index of Consumer Prices (most recent published Statistics Canada index for Canada)	×.15
Index of Wages and Salaries (computed average published Statistics Canada figures for British Columbia for the most recent 12-month period)	×.20
Index of Alfalfa Hay Prices (price computed by the British Columbia Milk Board and linked to the price movement for imported alfalfa hay)	×.20
Index of 16% Dairy Feed (most recent provided Statistics Canada index for British Columbia)	×.10
Index of Wages of Farm Labour (computed average of published Statistics Canada figures for British Columbia for the most recent 12-month period)	×.10
Index of Prices of Farm Inputs (most recent published Statistics Canada index for Western Canada)	×.10
Combined index for month	

Accounting value for a hundred pounds of 3.5 per cent qualifying milk:

$$\frac{\text{Combined index} \times \text{based period value}}{100} = \$$$

(*b*) For Class III milk of 3.5 per cent butterfat content in all areas of production, effective on and from May 1, 1977, the minimum accounting value a hundred pounds shall be $9.650.

(*c*) For Class 111A, Class IIIB, and Class IIIC milk of 3.5 per cent butterfat content in all areas of production, effective on and from May 1, 1977, the minimum accounting value a hundred pounds shall be $8.900."

5. General Order 57 is amended by striking out section 5.01 and substituting the following:

"5.01 To the minimum accounting values for qualifying milk set forth in subsection (*a*), (*b*), and (*c*) of section 4.01 hereof, there shall be added or subtracted a differential of 12.0 cents for each one-tenth of 1 per cent butterfat therein above or below 3.5 per cent."

6. General Order 57 is amended by striking out section 7.08 (*c*) and substituting the following:

"(*c*) Prior to July 1, 1980, without the written consent of the Board a daily quota may not be transferred in any manner whatsoever between the two production areas previously defined under the Act as the Kamloops Okanagan and the East and West Kootenay areas of production."

7. General Order 57 is amended by adding subsection (*d*) to section 7.08, as follows:

"(*d*) Prior to July 1, 1980, without the written consent of the Board a daily milk quota may not be transferred in any manner whatsoever between any of the production areas previously defined under the Act as the Vancouver, Okanagan-Kootenay, and the Cariboo and Central British Columbia areas of production."

8. General Order 57 is amended by striking out section 7.10 (*a*) and substituting the following:

"(*a*) Subject to the provisions of section 7.08 and section 7.09 hereof, without the written consent of the Board, a licensed producer shall not be allotted, in a defined area of production, a daily milk quota exceeding 1 per cent of the total daily milk quotas allotted in the areas previously defined under the Act as the Vancouver, Vancouver Island, Okanagan-Kootenay, and Cariboo and Central British Columbia areas of production."

9. General Order 57 is amended by adding section 7.16 as follows:

"7.16 (*a*) A daily milk quota allotted by the Board in the name of a partnership shall be recorded by the Board in the name of the partnership and the partners.

"(*b*) A daily milk quota allotted by the Board in the name of a limited company shall be recorded by the Board in the corporate name and the president and (or) majority shareholders of the company.

"(*c*) Subject to the provisions of subsection (*b*) of this section there shall be filed annually with the Board a copy of the company's annual report as required under the *Companies Act*."

10. General Order 57 is amended by striking out section 8.01 and substituting the following:

"8.01 The Board may direct that excess quantities of qualifying milk received or to be received by a vendor shall be transferred by that vendor to another or other vendors requiring the milk for Class I utilization."

11. General Order 57 is amended by striking out section 8.02 and substituting the following:

"8.02 Handling charges at the rate of 35 cents a hundred pounds shall be allowed to the transferring vendor on qualifying milk transferred under the provision of section 8.01 hereof."

12. General Order 57 is amended by striking out section 12.02 and substituting the following:

"12.02 (*a*) On or before the 19th day after the end of each month, each vendor shall make payment to each producer for qualifying milk received at the plant of the vendor from each producer during the previous month,

(1) in respect of quota qualifying milk, at not less than the price for quota qualifying milk for the quantity of quota qualifying milk received adjusted for butterfat differential, as provided in section 11.01 hereof;

(2) in respect of qualifying milk supplied in excess of quota, at not less than the price for qualifying milk supplied in excess of quota, for the quantity of milk in excess of quota received adjusted for butterfat differential as provided in section 11.01 hereof.

"(*b*) On or before the 4th day after the end of each month, each vendor shall make an interim or advance payment to each producer for qualifying milk received at the plant of the vendor from each producer during the first 15 days of the previous month at not less than $11.00 per hundred pounds of milk.

"(*c*) On or before the 4th day after the end of each month, each vendor shall make an interim or advance payment to each other vendor for qualifying milk received at the plant of the vendor from each other vendor during the first 15 days of the previous month at not less than $11.00 per hundred pounds of milk.

"(*d*) Milk supplied to a vendor by an agent for producers, or by a co-operative association distributing milk produced by members of the association, shall be deemed to have been supplied by members of the association producing the milk, but nothing herein contained shall require any vendor to make payment for the milk to any person other than the agent for producers or co-operative association supplying the milk.

"(*e*) Payment for qualifying milk pursuant to subsections (*a*), (*b*), and (*c*) of this section shall be in cash or by bank cheque which is immediately negotiable."

13. This order shall come into operation on the 1st day of May 1977.

Dated at Vancouver, in the Province of British Columbia, this 21st day of April 1977.

E. D. DAUM, *Chairman*

J. D. HONEYMAN, *Member*

S. L. HANSON, *Member*

B.C. Reg. 289/77

General Order 67, Made by the Milk Board on July 15, 1977, to Replace All Former Orders of the Milk Board

For the purpose of controlling and regulating under the *Milk Industry Act* (hereinafter referred to as the "Act") the marketing in British Columbia of milk produced in the Province, the Milk Board makes the following general order in relation to this marketing:

Application

1.01 This order shall apply only to milk qualifying for the fluid market produced or marketed or offered for market in an area of production referred to in the Act, and milk which does not qualify for the fluid market shall not be marketed or offered for market in any area of production for human consumption in fluid form.

1.02 Every person coming within the definitions of "producer" or "vendor" under the Act shall be classified as such for the purposes of this order.

Licences

2.01 The Board may issue licences to every vendor and to every producer, as follows:
(*a*) Vendors' licences, referred to as Class I licences:
(*b*) Producers' licences, referred to as Class II licences.

2.02 Save as otherwise provided in the Act or this order, no person shall act as a producer or act as a vendor unless he is in possession of a current licence issued by the Board of the appropriate class which is in good standing, and no person shall be relieved of compliance with the requirements in respect of either class on the ground that he is the holder of a licence of another class.

2.03 Every application for a licence shall be made in writing to the Board in the form and giving all particulars as may from time to time be prescribed by the Board, and every application shall be accompanied by the fee provided in section 2.07 hereof.

2.04 Every licence issued under this order shall expire on the 31st day of March next following the date of issue thereof, unless previously suspended or revoked under this order.

2.05 Licences issued hereunder shall not be transferable.

2.06 (*a*) The Board shall not issue any licence hereunder to any applicant unless,
(1) in the case of a Class II licence, he is the holder of the appropriate certificate of approval pursuant to section 4 of the Act; and,
(2) in the case of licences in both classes, he has complied with the requirements of every government authority, Federal, Provincial, and municipal, applicable to the operations to which his application pertains, including the provisions as to licensing contained in Parts I and II of the regulations under the Act;
(3) in the case of a Class I licence, he undertakes by his application therefore, as a condition upon which the same shall be issued or renewed, to comply with the provisions of this order, as amended from time to time.
(*b*) The Board may from time to time revoke or suspend for such time as it seems proper, not exceeding 60 days, any licence issued by the Board, the holder of which does not comply and maintain compliance with the provisions of subsection (*a*) of this section.

2.07 There shall be payable to the Board a fee of $1 in respect of each licence issued under this order.

2.08 The Board shall renew every Class II licence hereunder without previous application therefore, provided the holder thereof is still a producer and has maintained compliance with this order.

2.09 On the first day of April in each year every vendor shall furnish the Board with the names and addresses of all holders of Class II licences supplying qualifying milk to him as at that date, and shall, as agent of the Board, collect from each Class II licensee the licence fee of $1 payable by each Class II licensee, and shall on that date remit the fee to the Board.

2.10 The Board may from time to time revoke or suspend for such time as it seems proper, not exceeding 60 days, any licence issued by the Board, the holder of which fails to comply and maintain compliance with the provisions of the Act or of any regulations thereunder, or of any municipal by-law made in accordance with the provisions of the Act, or of any order of the Board, or with the provisions of the *Contagious Diseases (Animals) Act* or of the regulations thereunder.

2.11 When any licence has been suspended for noncompliance with the provisions of section 2.06 (*a*) hereof, or for breach of any of the provisions referred to in section 2.10 hereof, and the breach or noncompliance has not been rectified within the period of suspension, this suspension shall continue, and if the breach or noncompliance shall continue after a period of 60 days, then the Board shall forthwith revoke the licence.

Classification of Qualifying Milk

3.01 Qualifying milk shall be classified at the premises of the vendor where it is received from the producer on the basis of utilization as follows:

(*a*) Class I milk shall be qualifying milk utilized by a vendor for sale or transfer in fresh form to wholesale or retail customers in any part of the Province, or to other vendors in any part of the Province:

(*b*) Class III milk shall be all qualifying milk sold in the Province to a vendor and surplus to his requirements under subsection (*a*), (*c*), (*d*), and (*e*) of this section:

(*c*) Class IIIA milk shall be all qualifying milk sold in the Province to a vendor and utilized in the manufacture of nonfat milk powder and butter:

(*d*) Class IIIB milk shall be all qualifying milk sold in the Province to a vendor and utilized in the manufacture of canned evaporated milk:

(*e*) Class IIIC milk shall be all qualifying milk sold in the Province to a vendor and utilized in the manufacture of cheddar cheese.

4.01 Every vendor shall account for all qualifying milk he received from licensed producers at not less than the accounting values set out in this section, subject to butterfat differentials set out in section 5.01 hereof:

(*a*) For Class I milk with a butterfat content of 3.6 kilograms per 100 litres received in defined areas of production, the minimum accounting value each month shall be the value computed under the following formula:

Base period—1967–76 = 100.

Basic period value of 3.6 kilograms butterfat content in the Vancouver Island and British Columbia Mainland areas of production—$22.2869 per 100 litres.

Index of Wholesale Prices (most recent published Statistics Canada index for Canada)	× .15
Index of Consumer Prices (most recent published Statistics Canada index for Canada)	× .15
Index of Wages and Salaries (computed average published Statistics Canada figures for British Columbia for the most recent 12-month period)	× .20
Index of Alfalfa Hay Prices (price computed by the British Columbia Milk Board and linked to the price movement for imported alfalfa hay)	× .20
Index of 16% Dairy Feed (most recent published Statistics Canada index for British Columbia)	× .10
Index of Wages of Farm Labour (computed average of published Statistics Canada figures for British Columbia for the most recent 12-month period)	× .10
Index of Prices of Farm Inputs (most recent published Statistics Canada index for Western Canada)	× .10
Combined index for month	

Accounting value for 100 litres of qualifying milk containing 3.6 kilograms of butterfat:

$$\frac{\text{Combined index} \times \text{base period value}}{100} = \$$$

(*b*) For Class III milk with a butterfat content of 3.6 kilograms of butterfat per 100 litres in defined areas of production, effective on and from August 1, 1977, the minimum accounting value per 100 litres shall be $21.9000.

(*c*) For Class IIIA, Class IIIB, and Class IIIC milk with a butterfat content of 3.6 kilograms of butterfat per 100 litres in defined areas of production, effective on and from August 1, 1977, the minimum accounting value for 100 litres shall be $20.2000.

Butterfat Differentials for Accounting Values

5.01 To the minimum accounting values for qualifying milk set forth in subsections (*a*), (*b*), and (*c*) of section 4.01 hereof, there shall be added or subtracted a differential of 27.0 cents for each tenth of a kilogram above or below 3.6 kilograms of butterfat per 100 litres.

Computation of Total Value of Qualifying Milk

6.01 Except as otherwise provided in this order, the total value of qualifying milk received during any month at each plant of each vendor shall be the total amount computed monthly by the Board, as follows:

(*a*) Multiply the litres of qualifying milk in each class for the month by the accounting value for that class as determined under sections 4.01 and 5.01, and add together the resulting amounts in each class:

(*b*) Add or subtract, as the case may be, the amount necessary to correct errors as disclosed by verification of all vendors' reports for previous months:

(*c*) Deduct the transportation costs as determined from time to time by the Board of all transfers of qualifying milk referred to in section 8.01 hereof:

(*d*) Deduct the total handling charges at the rates set forth in section 8.02 hereof; provided that in no case shall this deduction apply to any qualifying milk which would bring a receiving vendor's total receipts of qualifying milk to more than 110 per cent of his Class I requirements:

(*e*) The results of these calculations is the net value of the qualifying milk for the purpose of setting the producer prices for the month.

Quotas

7.01 In this order, "quota period" means the four months of any calendar year in which the average daily production of qualifying milk was the lowest during that year.

7.02 All daily milk quotas allotted to licensed producers at the date this order comes into operation shall remain in effect until suspended or revoked by the Board, subject to the following conditions:

(*a*) If a producer fails to supply his daily milk quota during the quota periods of two successive years, effective on the first day of March next following, his daily milk quota shall be reduced to his average daily shipments of qualifying milk during those two quota periods:

(*b*) If a producer supplies more than his daily milk quota during the quota period in any year, and if, during the quota period of the same year, the total number of litres of qualifying milk utilized for Class I purposes has increased over the number of litres so utilized during the quota period of the previous year, his daily milk quota shall be increased, effective the first day of March next following, by adding thereto the number of litres calculated by allotting among all producers who have supplied more than their daily milk quotas during the period the number of litres by which the utilization of qualifying milk for Class I purposes has increased as aforesaid, *pro rata* according to the number of litres of qualifying milk which each producer has supplied in excess of his daily milk quota.

7.03 An unlicensed producer who has complied with all the regulations under the Act respecting the production and supplying of qualifying milk and who has supplied qualifying milk to a vendor for the six-month qualifying period of July 1 to December 31 in a year may, over a four-year period, establish and be allotted by the Board, commencing on the first day of March next following, a daily milk quota computed by the Board as follows:

First year: By taking 25 per cent of the producer's average daily shipments of qualifying milk during the previous quota period and reducing the number of litres resulting from this calculation to a percentage thereof equal to the percentage 120 per cent of the Class I ultiziation is to the total production during the same quota period. If, in calculating the first year's quota allotment, the qualification period, as specified in this section, does not include all months of the current quota period, the producer's average daily shipments during the quota months falling within the qualifying period shall be deemed to be the producer's average daily shipments for the entire current quota period.

Second year: By taking 50 per cent of the same producer's average daily shipments of qualifying milk during the previous two quota periods and reducing the number of litres resulting from this calculation to a percentage thereof equal to the percentage

120 per cent of Class I utilization is to the total production of qualifying milk in the area during the current quota period.

Third year: By taking 75 per cent of the same producer's average daily shipments of qualifying milk during the previous three quota periods and reducing the number of litres resulting from this calculation to a percentage thereof equal to the percentage 120 per cent of Class I utilization is to the total production of qualifying milk in the area during the current quota period.

Fourth year: By taking 100 per cent of the same producers' average daily shipments of qualifying milk during the previous four quota periods and reducing the number of litres resulting from this calculation to a percentage thereof equal to the percentage 120 per cent of Class I utilization is to the total production of qualifying milk in the area during the current quota period.

The daily milk quota established and allotted by the Board under the calculation set out for the fourth year shall remain in effect until suspended or revoked by the Board, subject to the provision of subsections (*a*) and (*b*) of section 7.02.

7.04 Without the written consent of the Board, a daily milk quota shall not be allotted to any licensed producer unless his dairy farm premises is equipped with a farm holding-tank.

7.05 Notwithstanding the provisions of sections 7.02 and 7.03 hereof, if the special circumstances appear to warrant action, at any time in any year allotted daily quotas may be adjusted, as new daily quotas allotted, on the basis which the Board in its discretion deems advisable.

7.06 For the purposes of section 7.03 hereof, a producer whose daily milk supply to a vendor is in the ordinary course delivered at regular intervals exceeding one day shall be deemed to have qualified for a daily quota if the deliveries are made regularly during the designated quota period.

7.07 Where, during any calendar month,

(*a*) any milk delivered by a licensed producer during the month has been declared by a licensed milk-grader to be unsuitable for the fluid-milk trade; or

(*b*) a producer's licence has been suspended by the Board, the quota of the producer shall be decreased by the proportion which the number of days within the month during which the milk was unsuitable for use in the fluid-milk trade during which the licence was under suspension bears to the number of days comprising the month.

7.08 (*a*) Without the written consent of the Board, a daily quota may not be transferred in any manner whatsoever from one licensed producer to another unless the transferring producer has been licensed by the Board for a period of not less than five consecutive years.

(*b*) A daily quota may not be transferred in any manner whatsoever from one area of production defined under the Act to another area of production defined under the Act.

(*c*) Prior to July 1, 1980, without the written consent of the Board, a daily quota may not be transferred in any manner whatsoever between the two production areas previously defined under the Act as the Kamloops-Okanagan and the East and West Kootenay areas of production.

(*d*) Prior to July 1, 1980, without the written consent of the Board, a daily milk quota may not be transferred in any manner whatsoever between any of the production areas previously defined under the Act as the Vancouver, Okanagan-Kootenay, and the Cariboo and Central British Columbia areas of production.

7.09 Subject to the provisions of sections 7.08 and 7.17 hereof, on the first day of any month only, upon written application received and accepted by the Board, not less than 15 days before the requested date of transfer, the Board may approve the application from a licensed producer for permission to transfer his daily milk quota to another licensed producer in the same area of production under the following circumstances only:

(*a*) A daily milk quota of less than 100 litres shall not be transferred to more than one licensed producer:

(*b*) A daily milk quota of 100 litres or more shall not be divided into amounts of less than 50 litres where the quota is being transferred to more than one licensed producer.

7.10 (*a*) Subject to the provisions of sections 7.08 and 7.09 hereof, without the written consent of the Board, a licensed producer shall not be allotted, in a defined area of production, a daily milk quota exceeding 1 per cent of the total daily milk quotas allotted in the areas

previously defined under the Act as the Vancouver, Vancouver Island, Okanagan-Kootenay, and Cariboo and Central British Columbia areas of production.

(*b*) Subsection (*a*) shall apply to the aggregate of all daily milk quotas allotted to a producer and to all quotas in which a person may have an interest by means of partnership, corporate agreement, or share equity.

7.11 A licensed producer who ceases deliveries of qualifying milk to a vendor for more than 60 consecutive days shall lose his daily quota until he can establish a new daily quota under the provisions of section 7.03 hereof.

7.12 As soon as daily milk quotas computed by the Board have been allotted, notice of the amount of the producer's daily quota shall be given by the Board to the producer and to the vendor receiving the producer's shipments of milk.

7.13 If a producer operated more than one dairy-farm, he shall establish a separate daily quota with respect to qualifying milk produced on and delivered from each farm.

7.14 Only "qualifying producers," as defined under section 2 of the Act, may establish or earn daily quotas pursuant to the provisions of section 7.03 hereof, and, unless otherwise authorized in writing by the Board, one daily quota only shall be allotted in respect of milk produced by herds owned or controlled by more than one person where the land and premises on which the milk is produced are jointly owned or jointly operated.

7.15 (*a*) Upon written application to the Board, not less than 60 days before the requested date of transfer, the Board may approve the application from a licensed producer for permission to transfer, on the first day of any month, his shipments of qualifying milk and his daily milk quota from one licensed vendor to another in the same areas of production, provided that the vendor to whom the producer applies to transfer requires additional milk for his Class I requirements and that the total receipts of qualifying milk of the vendor from whom he is transferring will not be reduced below 100 per cent of that vendor's Class I requirements; and provided further than in no case shall the approval of any application supersede any term or any condition of any contract, to which the producer is a party, requiring a longer period than 60 days to terminate the contract.

(*b*) Upon written application to the Board not less than 60 days before the requested date receipts of qualifying milk from a licensed producer are to be discontinued, the Board may approve the application of a licensed vendor for permission to discontinue receiving on the last day of any month shipments of qualifying milk from a licensed producer; provided that the non-receipt of the quantity of qualifying milk involved does not reduce the total receipts of qualifying milk by the vendor below 110 per cent of his Class I requirements; and provided further that in no case shall the approval of any application supersede any term or any condition of any contract, to which the vendor is a party, requiring a longer period than 60 days to terminate the contract.

(*c*) Notwithstanding the provisions of subsections (*a*) and (*b*) of this section, if any application appears to warrant special consideration it may be dealt with on the basis which the Board, at its discretion, deems advisable.

7.16 (*a*) A daily milk quota allotted by the Board in the name of a partnership shall be recorded by the Board in the name of the partnership and the partners.

(*b*) A daily milk quota allotted by the Board in the name of a limited company shall be recorded by the Board in the corporate name and the president and (or) majority shareholders of the company.

(*c*) Subject to the provisions of subsection (*b*) of this section there shall be filed annually with the Board a copy of the company's annual report as required under the *Companies Act*.

7.17 (*a*) Subject to the provisions of sections 7.02 (*a*), 7.08, 7.09, and 7.10 hereof, the daily milk quota allotted to a producer effective August 1, 1977, shall be deemed by the Board to be transferable from one licensed producer to another.

(*b*) After August 1, 1977, a daily milk quota allotted by the Board to a licensed producer under the provisions of sections 7.02 (*b*), 7.03, and 7.05 hereof or acquired by transfer under the provisions of section 7.09 hereof shall be deemed by the Board to be non-transferable between licensed producers and shall revert to the Board upon cancellation of the producer's Class II licence.

(*c*) Reductions in a producer's allotted daily milk quota as provided for in section 7.02 (*a*) hereof shall be deducted from the transferable portion of a producer's daily milk quota in the same proportion as the transferable portion of the daily milk quota bears to the total daily milk quota.

Transfer of Qualifying Milk From One Vendor to Another

8.01 The Board may direct that excess quantities of qualifying milk received or to be received by a vendor shall be transferred by that vendor to another or other vendors requiring the milk for Class I utilization.

8.02 Handling charges at the rate of 80 cents per 100 litres shall be allowed to the transferring vendor on qualifying milk transferred under the provision of section 8.01 hereof.

Computation of Producers' Prices for Quota Milk

9.01 For each month the Board shall compute the producers' price per 100 litres for quota milk, as follows:

(*a*) Combine into one total the values computed pursuant to section 6.01 hereof for all vendors:

(*b*) Subtract, if the average butterfat content of the milk represented by the values included under subsection (*a*) of this section is greater than 3.6 kilograms per 100 litres, or add, if that average butterfat content is less than 3.6 kilograms per 100 litres, an amount computed by multiplying the butterfat differential, computed pursuant to section 11.01 hereof, the amount by which the average butterfat content of this milk varies from 3.6 kilograms per 100 litres and multiply the resulting figure by the total number of hundreds of litres of milk:

(*c*) Determine the volume of each class of qualifying milk that is in excess of quotas by prorating the total quantity of each class of milk in excess quotas on the basis that its utilization bears to the total volume of Classes III, IIIA, IIIB, and IIIC milk and multiply the number of hundreds of litres of each class by the accounting value for each class of milk of 3.6 kilograms per 100 litres butterfat content:

(*d*) Compute the total value of quota milk by subtracting the amounts computed pursuant to the provisions of subsection (*c*) of this section from the next amount computed pursuant to the provisions of subsection (*b*) of this section:

(*e*) Divide the net amount obtained pursuant to the provisions of subsection (*d*) of this section by the total number of hundreds of litres of quota milk, casting off any fractional part of 1 cent. The net result of the calculations shall be the price per 100 litres of quota milk of 3.6 kilograms butterfat content which the Board fixes monthly as the amount every vendor shall pay to producers.

Computation of Producers' Price for Qualifying Milk Supplied in Excess of Quotas

10.01 For each month the Board may compute the producers' price for qualifying milk supplied in excess of quotas by dividing the total amounts computed pursuant to the provisions of subsection (*c*) of section 9.01 by the total numbers of hundreds of litres of qualifying milk supplied in excess of quotas, casting off any fractional part of 1 cent. The net result shall be the price of 100 litres of qualifying milk of 3.6 kilograms butterfat content supplied in excess of quotas which the Board fixes monthly as the amount every vendor shall pay to producers.

Producer Butterfat Differential for Quota Milk and for Qualifying Milk Supplied in Excess of Quotas

11.01 In making payments to producers for all quota milk and for qualifying milk supplied in excess of quotas, there shall be added to or subtracted from the prices thereof for each tenth of a kilogram that the average butterfat content of the qualifying milk received from the producer is above or below 3.6 kilograms of butterfat per 100 litres, he differentials computed as follows:

(*a*) The butterfat differential for quota milk shall be computed by multiplying the percentage of the total butterfat contained in the total amount of quota milk utilized in each class of milk by the butterfat differentials for these classes of milk, calculated as provided in section 5.01 hereof, adding together the resulting amounts and rounding to the nearest tenth of a cent.

(*b*) The butterfat differential for excess milk shall be computed by multiplying the percentage of the total butterfat contained in the total amount of excess milk utilized in each class of milk by the butterfat differentials for these classes of milk, calculated as provided in section 5.01 hereof, adding together the resulting amounts and rounding to the nearest tenth of a cent.

Time and Method of Payments to Producers

12.01 For the purpose of milk regulation contemplated by the Act:

(*a*) Each producer shall market his qualifying milk in each class in the same proportion that the total sales by all vendors of qualifying milk in each class bears to the volume of qualifying milk received by them from all producers in each area of production. For the purpose of avoiding the unnecessary cost to vendors, producers, or consumers resulting from the movement of qualifying milk pursuant to the foregoing provisions of this section, and in lieu of requiring vendors to transfer to other vendors such in any class received by them from their producers as will ensure that each vendor shall market the same proportion of the same volume of each class of qualifying milk, the producer price resulting from the computations described in sections 9.01, 10.01, 11.01, and 12.02 hereof is fixed as one price for qualifying milk so that each vendor will pay to each producer the same price for qualifying milk.

(*b*) As in complying with the order for payment of the prices, some vendors may be required to pay the producers more and other vendors may be required to pay producers less than the total value of the volume of qualifying milk received by them, as computed in section 6.01 hereof:

(1) On or before the 15th day after the end of the month during which the milk was received, every vendor shall pay to the Board the amount by which the value of milk received by him, as calculated under section 6.01 hereof, is greater than the amount which he must pay to producers in complying with sections 9.01, 10.01, 11.01, and 12.02 hereof:

(2) On or before the 17th day after the end of the month during which the milk is received, the Board shall pay to every vendor the amount by which the value of milk received by him, as calculated under section 6.01 hereof, is less than the amount which he must pay to producers in complying with sections 9.01, 10.01, 11.01, and 12.02 hereof.

12.02 (*a*) On or before the 19th day after the end of each month, each vendor shall make payment to each producer for qualifying milk received at the plant of the vendor from each producer during the previous month,

(1) in respect of quota qualifying milk, at not less than the price for quota qualifying milk for the quantity of quota qualifying milk received adjusted for butterfat differential, as provided in section 11.01 hereof;

(2) in respect of qualifying milk supplied in excess of quota, at not less than the price for qualifying milk supplied in excess of quota, for the quantity of milk in excess of quota received adjusted for butterfat differential as provided in section 11.01 hereof.

(*b*) On or before the 4th day after the end of each month, each vendor shall make an interim or advance payment to each producer for qualifying milk received at the plant of the vendor from each producer during the first 15 days of the previous month at not less than $25 per 100 litres of milk.

(*c*) On or before the 4th day after the end of each month, each vendor shall make an interim or advance payment to each other vendor for qualifying milk received at the plant of the vendor from each other vendor during the first 15 days of the previous month at not less than $25 per 100 litres of milk.

(*d*) Milk supplied to a vendor by an agent for producers, or by a co-operative association distributing milk produced by members of the association, shall be deemed to have been supplied by members of the association producing the milk, but nothing herein contained shall require any vendor to make payment for the milk to any person other than the agent for producers or co-operative association supplying the milk.

(*e*) Payment for qualifying milk pursuant to subsections (*a*), (*b*), and (*c*) of this section shall be in cash or by bank cheque which is immediately negotiable.

12.03 Every vendor, when adding payments pursuant to section 12.02 hereof, shall furnish to each producer a statement showing in detail

(*a*) the total volume of all milk received from each producer during the month for which payment is made;

(*b*) the volume, prices, and amounts paid for milk under section 12.02 hereof in detail;

(*c*) a detailed accounting in respect of milk which has been found not to be "qualifying milk";

(*d*) the weight of butterfat in all milk supplied;

(*e*) the total payment; and

(*f*) all authorized deductions, fully itemized; provided that where payments are made at more frequent times than as required by order, it shall be sufficient compliance with this section if all the details as aforesaid are provided once a month in a statement furnished, with a final payment on the 19th day of each month.

12.04 No vendor shall deduct from any payment made pursuant to section 12.02 hereof any amount other than the amounts actually paid by the vendor for one or more of the following purposes:

(*a*) Charges paid on behalf of the producer for the freight on his milk to the plant of the vendor:

(*b*) Licence fees payable to the Board for the producer's Class II licence:

(*c*) Amounts due to the vendor for purchases made by him on behalf of the producer:

(*d*) Amounts paid by the vendor to other persons on the written authority of the producer:

(*e*) Any other items duly authorized in writing by the Board.

12.05 On or before the 17th day after the end of each month, each vendor shall make payment to each other licensed vendor for all qualifying milk directed to be transferred to him during the previous month, under the provisions of clause (*dd*) of section 41 of the Act, at not less than the value established by the Board for such milk.

Adjustments of Accounts

13.01 Whenever verification by the Board of reports or payments of any vendor discloses errors resulting in money due

(*a*) the Board from a vendor;

(*b*) vendor from the Board; or

(*c*) any producer from a vendor,

the Board shall promptly notify the vendor of any amount so due, and payment thereof shall be made on or before the next date for making payments set forth in the provisions under which the error occurred following the 5th day after the notice.

Announcement of Minimum Prices

14.01 The Board shall announce, by posting in a conspicuous place in its office or by other means as it deems appropriate, the accounting value determined for each month, as follows:

(*a*) On or before the last day of each month,

(1) the minimum accounting value for Class I milk in each area of production pursuant to section 4.01 (*a*) and the Class I butterfat differential pursuant to section 5.01, all to be applicable to the following month; and

(2) the minimum accounting values for other classes of qualifying milk in each area of production pursuant to section 4.01 (*b*) and (*c*) and the butterfat differentials for those classes of milk pursuant to section 5.01, all to be applicable to the following month:

(*b*) On or before the 13th day of each month, the prices in each area of production pursuant to section 9.01 and the butterfat differentials computed pursuant to section 11.01 as applicable to qualifying milk received from producers during the preceding month.

Notice to Vendors

15.01 The Board shall, on or before the 13th day after the end of each month, notify each vendor whose total value of milk is computed pursuant to section 6.01 hereof

(*a*) the uniform prices for quota milk and for qualifying milk received in excess of quotas; and

(*b*) the amounts and values of his producer qualifying milk in each class and the totals of these amounts and values; and

(*c*) the totals of the amounts computed in the manner provided by section 12.02; and

(*d*) the amounts referred to in section 12.01 as paid to the Board or paid by the Board.

Records, Reports, and Returns

16.01 Every vendor shall, on or before the 8th day of each month, furnish the Board with a true and detailed report of his total receipts and total utilization by classes of qualifying milk during the month immediately preceding, this report to be in such form as the Board may

from time to time prescribe. This report shall be accompanied by an invoice or invoices in triplicate for any costs incurred by the vendor in respect of matters referred to in subsections (*c*) and (*d*) of section 6.01 hereof during the month covered by the report. The invoice or invoices shall be itemized so as to provide details of these costs.

16.02 (*a*) Vendors shall keep books, records, and accounts, as will afford an intelligent understanding of the conduct of their business, in a form and containing particulars as the Board may from time to time prescribe.

(*b*) All books, records, and accounts required to be kept under subsection (*a*) of this section shall at all times be available for inspection by the Board, or any officer or auditor of the Board, or any other person as may be authorized by the Board from time to time to make an inquiry or report.

(*c*) Every vendor shall retain and have available for inspection by the Board all original records, whether contained in books or accounts or otherwise howsoever, for a period of three years.

16.03 Vendors shall furnish to the Board not later than May 1, August 1, November 1, and February 1 in each year a detailed statement of profit and loss in such form and verified in such manner as the Board may prescribe, covering respectively the preceding months of January, February, and March; April, May, and June; July, August, and September; and October, November, and December.

16.04 Each year, not later than 90 days following the close of his fiscal year, every vendor shall furnish the Board with a copy of his audited annual balance-sheet and operating statement.

General

17.01 General Orders 57 (B.C. Reg. 277/74) and 66 (B.C. Reg. 158/77) are repealed.

17.02 This order shall come into operation on the first day of August 1977.

Dated at Vancouver, in the Province of British Columbia, this 15th day of July 1977.

E. D. DAUM, *Chairman*

J. D. HONEYMAN, *Member*

S. L. HANSON, *Member*

B.C. Reg. 505/77

GENERAL ORDER 68, MADE BY THE MILK BOARD ON THE 2ND DAY OF NOVEMBER 1977, AMENDING GENERAL ORDER 67 (B.C. REG. 289/77)

The Milk Board orders that:

1. General Order 67 is amended by striking out section 7.17 and substituting the following:

"7.17 (*a*) A producer wishing to transfer all or a portion of the daily milk quota registered in his name shall advise the Board on or before the first day of the month prior to the effective date of transfer of his intention to make application to transfer all or a portion of his daily milk quota. Upon receipt of such advice from a producer the Board shall require the producer to complete a questionnaire providing information which the Board may consider appropriate. Upon receipt of the completed questionnaire, the Board may, in accordance with sections 7.08, 7.09, and 7.10 hereof, approve the producer's application to transfer all or a portion of the daily milk quota registered in his name.

"(*b*) A producer acquiring daily milk quota by transfer shall furnish information respecting the daily milk quota acquired by transfer which the Board may consider appropriate."

2. This order shall come into operation on the 3rd day of November 1977.

Dated at Vancouver, in the Province of British Columbia, this 2nd day of November 1977.

E. D. DAUM, *Chairman*

J. D. HONEYMAN, *Member*

S. L. HANSON, *Member*

B.C. Reg. 282/77

MILK MARKET-SHARING ORDER 2, MADE BY THE MILK BOARD ON JUNE 9, 1977

Purpose

1. The general purpose and intention of this order is to establish the terms and conditions under which the Board administers and apportions equitably among producers in British Columbia the share of the Canadian industrial milk market allocated to British Columbia by the Comprehensive Milk Marketing Plan for the 1977/78 dairy-year.

Interpretation

2. In this order, unless the context requires,

"Act" means the *Milk Industry Act;*

"British Columbia Reserve" means an amount of unallocated market-sharing quota resulting from

(*a*) unallocated production from producers,

(*b*) producers reducing their British Columbia daily milk quota or going out of production during the 1977/78 dairy-year,

(*c*) producers delivering less than 85 per cent of their market-sharing quota during the 1977/78 dairy-year,

(*d*) other sources;

"Board" means the Milk Board established under the Act;

"catastrophe" includes severe illness or death of the quota holder, sudden death of a significant part of the producing herd, destruction of the production facilities, severe infection of an uncontrollable disease or a disease which requires slaughter by health authorities, or any other factor the Board may consider eligible;

"Commission" means the Canadian Dairy Commission;

"Comprehensive Milk Marketing Plan" means a plan for regulating the marketing of milk in accordance with an agreement or agreements entered into by the Federal and Provincial authorities and includes the Interim Comprehensive Milk Marketing Plan, dated January 14, 1971;

"dairy farm" means a place where cattle are kept for milking;

"dairy farmer" means the owner or occupier of a dairy farm, and includes the manager or other person in charge of a dairy farm;

"dairy plant" includes every place or building

(*a*) where milk is received from dairy farmers, or

(*b*) where dairy products are processed, manufactured, or pasteurized, except where the processing, manufacture, or pasteurization consists only of

(i) the incidental manufacture of butter or cheese by a dairy farmer from milk produced only on his dairy farm, or

(ii) the operation and use of any freezing device in a retail store by means of which ice cream mix, purchased from a licensed manufacturer of the mix, is frozen;

"dairy-year" means the 12-month period as designated by the Canadian Dairy Commission;

"established market-sharing quota" means the market-sharing quota allotted to a producer exclusive of any market-sharing quota loaned to a producer or temporary adjustments in a producer's market-sharing quota made by the Board;

"Federal Subsidy Eligibility" means the amount on which subsidy may be paid;

"fluid milk producer" means a producer of qualifying milk who holds a fluid quota;

"fluid quota" means a daily milk quota established and allotted by the Board;

"fluid sales in defined areas of production" means all milk accounted for at the Class I value pursuant to the General Orders of the Board;

"fluid sales in other than defined areas of production" means Class I in the fluid quota established by agreement between a fluid milk producer and the processor;

"immediate family" means a grandfather, grandmother, father, mother, husband, wife, son, daughter, son-in-law, or daughter-in-law, or any other person the Board may consider eligible;

"industrial milk" means all milk delivered to a vendor less that portion which makes up 101 per cent of fluid sales;

"industrial milk producer" means a producer of industrial milk or cream and who does not hold a fluid quota;

"market-sharing quota" means a quota fixed and allocated by the Board to represent a producer's share of the industrial domestic milk market of Canada expressed in pounds of milk or butterfat a year;

"market-sharing quota year" shall be the same period of time as the dairy-year;

"milk" means milk obtained from cattle and includes cream;

"policy advisory committee" means the policy advisory committee appointed pursuant to section 5 of this order;

"processor" means any person who alters the form or composition in which milk is received from the producer;

"producer" means a dairy farmer who produces milk;

"Provincial entitlement" means the total of market-sharing quota to which British Columbia is entitled and which has been agreed to by the Canadian Dairy Commission;

"transfer" means the acquisition of a market-sharing quota by one producer from another producer;

"transferee" means the person to whom a market-sharing quota is being transferred;

"transferor" means the person from whom a market-sharing quota is being transferred;

"vendor" means any person dealing in milk, whether by purchase or sale or on the basis of delivery on consignment for sale, and includes agents for producers and co-operative associations, which agents and co-operative associations sell and distribute milk produced by their principals or by the members of such association, and includes a jobber and a producer-vendor, but does not include a producer as such.

Registration and Shipping

3. (*a*) All producers shall register with the Board by making application in writing to the Board in such form as may from time to time be prescribed by the Board.

(*b*) All milk or cream produced or sold by a producer holding a market-sharing quota shall be produced or sold in the name of that producer.

(*c*) A producer may request the Board to hold in abeyance the producer's market-sharing quota and his participation in the plan for a period up to 12 months if

(i) the producer's herd or production from the herd is affected by a catastrophe, or

(ii) for any other reason the Board considers proper during the period the producer does not ship.

(*d*) Upon application by the producer the Board may extend the period of time mentioned in subsection (*c*) that a producer may hold in abeyance his market-sharing quota and his participation in the plan.

Appeal Procedure

4. Where any person considers himself aggrieved by any order, direction, or decision of the Board, he may appeal such order, direction, or decision in the manner prescribed by the Act.

Policy Advisory Committee

5. The Minister of Agriculture shall, upon recommendation of the Milk Board, appoint a Policy Advisory Committee whose function shall be to advise and make recommendations to the Board on matters relating to the objectives and function of the British Columbia Plan.

6. (*a*) The Chairman and Secretary of the Policy Advisory Committee shall be selected by the members of the Policy Advisory Committee from among the members of the committee.

(*b*) Members of the Policy Advisory Committee shall be appointed for a term of two years.

(*c*) The Policy Advisory Committee and the Board shall meet together

(i) at the request of the Policy Advisory Committee, or

(ii) at the request of the Board.

Allotment of Market-sharing Quotas to Producers

7. (*a*) Subject to the provisions of section 8 of this order, the Board shall allot market-sharing quotas, effective April 1, 1977, from the British Columbia Provincial Entitlement as agreed to under the comprehensive milk marketing plan to fluid milk producers and industrial milk producers in accordance with subsections (*b*), (*c*), (*d*), (*e*), and (*f*) of this section.

(*b*) A fluid milk producer in other than the Vancouver Island milk production area

(i) who delivers milk to a vendor and who was allotted an established market-sharing quota during the 1976/77 dairy-year and whose deliveries of industrial butterfat during the 1976/77 dairy-year were equal to or exceeded 85 per cent of his established market-sharing quota will be allotted, effective April 1, 1977, an established market-sharing quota equal to the greater of

(A) the established market-sharing quota allotted to the producer during the 1976/77 dairy-year, or

(B) an amount which will allow deliveries of milk equal to 110 per cent of the fluid quota allotted to the producer (for the purposes of this subsection the calculation of the market-sharing quota to be allotted will be based on the 85-per-cent average fluid milk utilization within quota milk during the 1976 calendar year and the producer's arithmetic average butterfat test during the 1976 calendar year);

(ii) who delivers milk to a vendor and who was allotted an established market-sharing quota during the 1976/77 dairy-year and whose deliveries of industrial butterfat during the 1976/77 dairy-year were less than 85 per cent of his established market-sharing quota shall be allotted, effective April 1, 1977, an established market-sharing quota equal to the greater of

(A) an amount equal to 117.6 per cent of the producer's industrial butterfat deliveries during the 1976/77 dairy-year, or

(B) an amount which will allow deliveries of milk equal to 110 per cent of the fluid quota allotted to the producer (for the purposes of this subsection the calculation of the market-sharing quota to be allotted will be based on the 85-per-cent average fluid milk utilization within quota milk during the 1976 calendar year and the producer's arithmetic average butterfat test during the 1976 calendar year);

(iii) commencing to deliver milk to a vendor during the 1977/78 dairy-year and being allotted a daily milk quota on other than the Graduated Entry Building Program will be allotted the market-sharing quota which will allow deliveries of milk equal to 110 per cent of the fluid quota allotted (for the purposes of this subsection the calculation of the market-sharing quota to be allotted will be based on the 85-per-cent average fluid milk utilization within quota milk during the 1976 calendar year and an average butterfat test of 3.7 per cent);

(iv) who is delivering milk on the Graduated Entry Fluid Quota Building Program and who was allotted either the initial portion of a fluid quota or additional fluid quota on March 1, 1977, shall be allotted on April 1, 1977, a market-sharing quota equal to the established market-sharing quota held by the producer during the 1976/77 dairy-year.

(*c*) A fluid milk producer in the Vancouver Island area of production

(i) who delivers milk to a vendor and who was allotted an established market-sharing quota during the 1976/77 dairy-year and whose deliveries of industrial butterfat during the 1976/77 dairy-year were equal to or exceeded 85 per cent of his established market-sharing quota will be allotted, effective April 1, 1977, an established market-sharing quota equal to the greater of

(A) the established market-sharing quota allotted to the producer during the 1976/77 dairy-year, or

(B) an amount which will allow deliveries of milk equal to 108 per cent of the fluid quota allotted to the producer (for the purposes of this subsection the calculation of the market-sharing quota to be allotted will be based on the 90-per-cent average fluid milk utilization within fluid quota milk during the 1976 calendar year and the producer's arithmetic average butterfat test during the 1976 calendar year);

(ii) who delivers milk to a vendor and who was allotted an established market-sharing quota during the 1976/77 dairy-year and whose deliveries of industrial butterfat during the 1976/77 dairy-year were less than 85 per cent of his established

market-sharing quota shall be allotted, effective April 1, 1977, an established market-sharing quota equal to the greater of

(A) an amount equal to 117.6 per cent of the producer's industrial butterfat deliveries during the 1976/77 dairy year, or

(B) an amount which will allow deliveries of milk equal to 108 per cent of the fluid quota allotted to the producer (for the purposes of this subsection the calculation of the market-sharing quota to be allotted will be based on the 90-per-cent average fluid milk utilization within quota milk during the 1976 calendar year and the producer's arithmetic average butterfat test during the 1976 calendar year);

(iii) commencing to deliver milk to a vendor during the 1977/78 dairy-year and being allotted a daily milk quota on other than the Graduated Entry Building Program will be allotted the market-sharing quota which will allow deliveries of milk equal to 108 per cent of the fluid quota allotted (for the purposes of this subsection the calculation of the market-sharing quota to be allotted will be based on the 90-per-cent average fluid milk utilization within quota milk during the 1976 calendar year and an average butterfat test of 3.7 per cent);

(iv) who is delivering milk on the Graduated Entry Fluid Quota Building Program and who was allotted either the initial portion of a fluid quota or additional fluid quota on March 1, 1977, shall be allotted on April 1, 1977, a market-sharing quota equal to the established market-sharing quota held by the producer during the 1976/77 dairy-year.

(*d*) An industrial milk producer

(i) who delivered milk to a vendor and who was allotted an established market-sharing quota during the 1976/77 dairy-year shall be allotted on April 1, 11977, a market-sharing quota equal to the lesser of

(A) the established market-sharing quota allotted to the producer during the 1976/77 dairy-year, or

(B) an amount equal to 117.6 per cent of the producer's industrial butterfat deliveries during the 1976/77 dairy-year;

(ii) commencing to deliver milk to a vendor during the 1977/78 dairy-year may upon written application be allotted a market-sharing quota when the Board deems it is available from the British Columbia Reserve equal to a maximum of 1,000 pounds for each month during the 1977/78 dairy-year the producer makes deliveries of industrial milk, provided the total of the monthly allotments do not exceed 12,000 pounds butterfat.

(*e*) A cream producer

(i) whose deliveries of industrial butterfat during the 1976/77 dairy-year were equal to or exceeded the established market-sharing quota allotted for the 1976/77 dairy-year shall be allotted on April 1, 1977, a market-sharing quota equal to the established market-sharing quota allotted to the producer during the 1976/77 dairy-year;

(ii) whose deliveries of industrial butterfat during the 1976/77 dairy-year were less than the established market-sharing quota allotted to him for the 1976/77 dairy-year shall be allotted on April 1, 1977, a market-sharing quota equal to the lesser of

(A) the established market-sharing quota allotted to him for the 1976/77 dairy-year, or

(B) an amount equal to 117.6 per cent of the producer's industrial butterfat deliveries during the 1976/77 dairy-year;

(iii) commencing to deliver cream to a vendor during the 1977/78 dairy-year may upon written application be allotted a market-sharing quota when the Board deems it is available from the British Columbia Reserve.

(*f*) Notwithstanding the provisions of subsections (*a*), (*b*), (*c*), (*d*), and (*e*) hereof, if special circumstances appear to warrant action, at any time during the 1977/78 dairy-year, an allotted market-sharing quota may be adjusted or new market-sharing quotas allotted on a basis which the Board in its discretion deems advisable.

8. For the purpose of collecting levies and assessments as provided in section 13 of this order, a producer's market-sharing quota will be divided into monthly allocations as follows:

April—20 per cent of the producer's established market-sharing quota;

May to September, inclusive—10 per cent of the producer's established market-sharing quota each month;

October to January, inclusive—7.5 per cent of the producer's established market-sharing quota each month.

Transfers of Market-sharing Quota

9. The Board may upon written application permit transfers of market-sharing quotas from father and (or) mother to son and (or) daughter and from grandfather and (or) grandmother to grandson and (or) grand-daughter at the time the descendant acquires a family farm in accordance with the roll-over provisions of the Federal *Income Tax Act*. For the purposes of this section, only that market-sharing quota which is in excess of that required to permit deliveries equivalent to 110 per cent of the fluid quota transfer may be transferred.

Market-sharing Quota Adjustments

10. When changes occur in the Canadian domestic market for industrial milk or cream, the Board may adjust the producer's established market-sharing quota in accordance with the Comprehensive Milk Marketing Plan.

11. The Board may draw from the British Columbia Reserve when the Board deems it is necessary to adjust the allotment of market-sharing quota held by a producer.

12. (*a*) A producer who fulfils 85 per cent of his established market-sharing quota during the 1977/78 dairy-year will be allotted the same established market-sharing quota for the following dairy-year.

(*b*) A producer in other than the Vancouver Island milk production area holding a fluid milk quota and who delivers more thn 420 pounds of butterfat during the 1977/78 dairy-year but who fails, during the 1977/78 dairy-year only, to fulfil 85 per cent of his established market-sharing quota will have his established market-sharing quota reduced April 1, 1978, to the greater of

(i) 117.6 per cent of his industrial milk deliveries during the 1977/78 dairy-year, or

(ii) the amount which will enable him to maintain total daily deliveries equivalent to 110 per cent of his daily milk quota.

(*c*) A producer in the Vancouver Island milk production area holding a fluid milk quota and who delivers more than 420 pounds of butterfat during the 1977/78 dairy-year but who fails, during the 1977/78 dairy-year only, to fulfil 85 per cent of his established market-sharing quota will have his established market-sharing quota reduced April 1, 1978, to the greater of

(i) 117.6 per cent of his industrial milk deliveries during the 1977/78 dairy-year, or

(ii) an amount which will enable him to maintain total daily deliveries equivalent to 108 per cent of his daily milk quota.

(*d*) A producer not holding a daily milk quota who delivers more than 420 pounds of butterfat during the 1977/78 dairy-year but who fails to fulfil 85 per cent of his established market-sharing quota will have his established market-sharing quota reduced April 1, 1978, to an amount equivalent to 117.6 per cent of his industrial butterfat deliveries during the 1977/78 dairy-year.

(*e*) A producer who fails to fulfill 85 per cent of his established market-sharing quota during both the 1976/77 and 1977/78 dairy-years will have his established market-sharing quota reduced April 1, 1978, to an amount equal to the average of his industrial milk deliveries during the 1976/77 and 1977/78 dairy-years.

(*f*) A producer on the Graduated Entry Building Program who received the initial allotment of fluid milk quota effective on or after March 31, 1977, shall, upon completion of the program and being allotted the fourth and final portion of fluid milk quota, surrender to the British Columbia Reserve market-sharing quota equal in pounds of milk to the annual equivalent of the final portion of the fluid milk quota allotted.

(*g*) A producer who fails to deliver 420 pounds of butterfat during the 1977/78 dairy-year will surrender to the British Columbia Reserve, effective April 1, 1978, the established market-sharing quota allotted to him.

(*h*) Producers transferring a portion of their daily milk quota will surrender to the British Columbia Reserve, on the same date the daily milk quota transfer becomes effective, the same percentage of market-sharing quota as the daily milk quota transferred is to the producer's total daily milk quota.

Assessments and Levies

13. (*a*) Each holder of an established market-sharing quota shall be assessed levies as ordered by the Commission in accordance with the Comprehensive Milk Marketing Plan.

(*b*) Each producer is assessed by the Board 1 cent per pound butterfat delivered.

(*c*) Each vendor, before making payment to a producer, shall deduct from the total amount payable to such producer the amount levied by the Commission pursuant to subsections (*a*) and (*b*) and shall forthwith pay the amounts so deducted to the Board.

General

14. This order shall come into operation on July 1, 1977.

Dated at Vancouver, in the Province of British Columbia, June 9, 1977.

E. D. DAUM, *Chairman*

J. D. HONEYMAN, *Member*

S. L. HANSON, *Member*

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