Letter of Support for Change to Federal Milk Pool Order

Deputy Administrator
USDA/AMS Dairy Programs
STOP 0231, Room 2971
1400 Independence Ave. SW
Washington, DC 20250-0225


February 18, 2015,

Dear USDA,

The current California Milk Pool system is highly unjust at many levels. The CDFA Milk Pool requirement that negatively effects the vertically integrated Producer-Distributors (PD) is particularly unjust, unfair and economically oppressive. As a PD, we utilize our own milk from our own dairy and cows, yet we are required to pay into the CA milk pool for utilizing our own milk. It is our best guess that our payments are then sent to large cheese producers or processors as a subsidy. The CA Milk Pool refuses to reveal to us where our payment funds are actually paid citing privacy rights for those that receive payments from the pool.

As a USDA certified organic PD producer payments into the conventional milk pool is particularly unjust. The payment subsidies that organic PD’s pay into the pool support use of GMO, antibiotics, hormones and CAFO systems. None of these systems are part of the organic philosophy or markets. In December 2014, our pasture based organic dairy paid $55,000 dollars into the CDFA milk pool, when using our own milk, to make our own products, at our
on farm creamery facilities, that were carried to market in our own trucks and sold under our family brand!

Other organic and also conventional California PD operators also endorse the change to the Federal Milk Pool system. As you know the Federal Milk Pool orders provide for an exemption for up to 11,000 gallons per day from a PD’s own production. “Organic Pastures Dairy Company” Fresno CA, “Dairy Goddess” Hanford CA, “Top O the Morn” Tulare CA, “Rosa Brothers” Tulare CA, “Straus Family” Marin County CA, “Rock View” Los Angeles CA, are all CA PD’s and all support the change to the Federal Milk Pool system.

We all find great comfort in knowing that the USDA federal milk pool orders provide for an exemption for PD’s that includes an 11,000 gallon per day exclusion. We all strongly support the move for California to enter the Federal Milk Pool System as soon as possible.

Most kind regards,

Mark McAfee
CEO OPDC
7221 So, Jameson Ave Fresno, CA 93706
559-846-9732 office 559-970-5581 cell
www.mark@organicpastures.com

This letter also represents this list of PD’s under a consortium agreement: Top of the Morn, Dairy Goddess, Rosa Brothers, & OPDC
March 30, 2015

Mark McAfee  
Organic Pastures Dairy Company  
7221 So, Jameson Avenue  
Fresno, CA 93706

Dear Mr. McAfee:

Thank you for your February 18, 2015, letter supporting establishment of a Federal milk marketing order for the State of California.

As you are aware, on February 5, 2015, USDA received a proposal from three dairy cooperatives requesting the establishment of a Federal milk order for the State of California. In response, USDA issued a request for additional proposals with a deadline of April 10, 2015. USDA has not decided at this time if a hearing will be held.

Your letter supports the producer-handler concept contained in the cooperatives’ proposal. In the proposal a producer-handler is a person who owns and operates a dairy farm and distributing plant. The entities are exempt from Federal order pooling and pricing provisions if route distribution and packaged transfers of fluid milk from the plant do not exceed 3,000,000 pounds a month.

USDA will hold three public outreach meetings in California during the first week in May to explain the Federal milk order rulemaking process and give hearing proponents the opportunity to explain their proposals to the public. You are encouraged to attend one of these meetings to understand how the proposals, if adopted, might affect your business.

Information regarding the meetings is available at www.ams.usda.gov/CAOrder. Additional proposals received will also be posted to the website after the April 10, 2015, deadline.

Please contact William Francis, Order Formulation Division Director, at 202-720-4392 if you have further questions or require additional information.

Sincerely,

Dana H. Coale  
Deputy Administrator  
Dairy Program