

# Callan Co-op Newsletter September 2012

## **MILK SUPPLY:**

The milk supply for August 2012 is 1.81 million litres versus our supply in August 2011 2.02 million litres, a decrease of 210,000 litres or minus 10%.

For the super levy year April to August the milk supply is 10.50 million litres that is 190,000 litres less than last year or minus 2%

## **GLANBIA SUPPLY:**

Glanbia are 0.8% over quota to date or plus 5.80 million litres Their intake is 37 million litres under this time last year or minus 4.70%.

## **NATIONAL POSITION:**

The Department of Agriculture confirm that the national milk supply for super levy year April to end July was 0.56% under quota. No figures released yet for August but our best estimate is circa 1% under quota due to the very difficult weather conditions.

## **FINAL SUPER LEVY 2011/2012:**

The Department has confirmed our final super levy bill as €238,571.

Our quota after all additions	= 15,404,513 litres
Our adjusted milk supply	= 16,383,084 litres
Our excess deliveries	= 978,571 litres
National flexi received	= 146,052 litres
Over quota supply	= 832,518 litre
Total Cost 832,518 x 28.66 c/litre	= €238 571.00

35 suppliers over quota, the average super levy fine is €7000.00.

Please find a printout attached to your statement for the final super levy position.

Note any supplier who over paid super levy fine will receive a refund this month plus interest rate of 4%.

The Glanbia super levy bill is €9.80 million.

They have 1100 suppliers over quota. The average super levy fine is €8900.00.

The national over quota position was 58 million litres or over 1.05%.

The national flexi for distribution to all Co-ops was 30.5 million litres

## **92 BENEFIT FROM NEW ENTRANT SCHEME:**

Out of 286 applicants, 57 received 200,000 litres allocations from the scheme as brand new entrants (Category A), while another 35 (B and C) who had acquired small quotas in recent years will share 4 million litres between them.

For B and C, the allocation is capped to a maximum of 200,000 litres including the existing quota. Next year will be the last of the scheme, and applications under B and C should realise that where the quota available is not sufficient to bring everyone up to 200,000 litre, the allocations are calculated pro-rata the difference between the quota which would be required to bring them up to that level and the quota actually available.

## **MILK QUOTA TRADING SCHEME 2013/2014 1ST**

### **STAGE:**

Applications are invited from milk suppliers wishing to purchase or sell quota in the first stage of the 2013/2014 Milk Quota Trading Scheme. Application forms are now available from Co-operatives/Dairies.

The closing date for receipt of applications, which will only be accepted in the Department's Headquarters in Agriculture House, Kildare Street, Dublin 2, is **Friday 28<sup>th</sup> September, 2012.**

Quota purchased under the Scheme will be available from 1<sup>st</sup> April, 2013.

The Scheme will be comprised of a Priority Pool and a Market Exchange, with the price for priority pool quota set by the Minister at **5 cent/litre**. The maximum quantity that can be purchased from the Scheme is 100,000 litres, except by those in the Successor or Lost Lease category of the Priority Pool. Sellers who are successful in selling only part of their quotas on the Market Exchange in their Co-op area may have the remainder of their quotas sold, through a national pool, to buyers in other Co-op areas who have not had their full request satisfied through their own Market Exchange.

Forms are available in the Office.

## **FERTILIZER EXTENSION GRANTED:**

The deadline for spreading chemical fertilizer has been extended to the end of the month. In addition, Environment Minister Phil Hogan has confirmed a two week extension to the deadline for spreading organic fertilizer (slurry/FYM) to the end of October. The extensions apply to all farmers in all schemes

## **LATE LACTATION MILK:**

- All suppliers are requested to be conscious of the lactose % in their milk from September through to 1st February.
- Milk from cows yielding 1.5 gallons per day must be excluded.
- The minimum lactose required is 4.20%
- During the months of October, November, December and January a price adjustment will apply for lactose results as follows:

Average Monthly Lactose %	Cent per litre per month
Greater 4.35	Bonus 1.0 cent
4.20-4.35	Standard Base Price
4.00-4.20	Penalty 2.00 cent
4.00-4.20	Penalty 4.00 cent

## **MILK PRICE:**

Dairy markets have seen a sharp and sudden increase in recent weeks with milk output now reporting to the generating returns sufficient to increase farm gate milk price. Therefore Glanbia announced a 1 cent/litre price increase for the August milk now at 29.50 cent/litre vat inclusive @ 3.30 protein and 3.60 butterfat.