

Attachment 3

To Letter to Deputy Administrator Agricultural Marketing Service, Dairy Programs United States Department of Agriculture

Alternative Proposal for Class III Other Solids Price (7 C.F.R. § 1150.50(q))

Submitted by: Dairy Institute of California

Alternative Proposal for Class III Other Solids Price (7 C.F.R. § 1150.50(q))

- \$1150.50(q)\$ Other solids price. The other solids price per pound, rounded to the nearest one-hundredth cent, shall be computed as follows:
- (1) The other solids price per pound shall be the computed from the National Whey Protein Concentrate 34 percent (WPC-34) price for the month in accordance with the whey contribution schedule as follows:
- (i) If the WPC-34 price is \$0.7499 per pound or less, the other solids price will be 4.39 cents (\$0.0439) per pound.
- (ii) If the WPC-34 price is at least \$0.7500 per pound but not greater than \$0.7999 per pound, the other solids price will be 5.64 cents (\$0.0564) per pound.
- (iii) If the WPC-34 price is at least \$0.8000 per pound but not greater than \$0.8499 per pound, the other solids price will be 7.05 cents (\$0.0705) per pound.
- (iv) If the WPC-34 price is at least \$0.8500 per pound but not greater than \$0.8999 per pound, the other solids price will be 8.46 cents (\$0.0846) per pound.
- (v) If the WPC-34 price is at least \$0.9000 per pound but not greater than \$0.9499 per pound, the other solids price will be 9.87 cents (\$0.0987) per pound.
- (vi) If the WPC-34 price is at least \$0.9500 per pound but not greater than \$0.9999 per pound, the other solids price will be 11.28 cents (\$0.1128) per pound.
- (vii) If the WPC-34 price is at least \$1.0000 per pound but not greater than \$1.0499 per pound, the other solids price will be 12.69 cents (\$0.1269) per pound.
- (viii) If the WPC-34 price is at least \$1.0500 per pound but not greater than \$1.0999 per pound, the other solids price will be 14.10 cents (\$0.1410) per pound.
- (ix) If the WPC-34 price is at least \$1.1000 per pound but not greater than \$1.1499 per pound, the other solids price will be 15.51 cents (\$0.1551) per pound.
- (x) If the WPC-34 price is at least \$1.1500 per pound but not greater than \$1.1999 per pound, the other solids price will be 16.92 cents (\$0.1692) per pound.
- (xi) If the WPC-34 price is at least \$1.2000 per pound but not greater than \$1.2499 per pound, the other solids price will be 18.33 cents (\$0.1833) per pound.
- (xii) If the WPC-34 price is at least \$1.2500 per pound but not greater than \$1.2999 per pound, the other solids price will be 19.74 cents (\$0.1974) per pound.
- (xiii) If the WPC-34 price is at least \$1.3000 per pound but not greater than \$1.3499 per pound, the other solids price will be 21.15 cents (\$0.2115) per pound.
- (xiv) If the WPC-34 price is \$1.3500 per pound or greater, the other solids price will be 21.95 cents (\$0.2195) per pound.
- (2) The National Dairy Product Price for Whey Protein Concentrate (WPC-34) shall be the weighted average of the preceding month's weekly prices for WPC-34 as determined and announced by AMS in the NDPSR on or before the 5th day of the month and shall apply to all milk received during the preceding month. The weekly National Dairy Product Price for Whey Protein Concentrate (WPC-34) shall be established consistent with the survey methods and reporting requirements established for other dairy product under the mandatory price reporting program administered by AMS. In the event that the National Dairy Product Price for WPC-34 cannot be reported, then the price used in the calculations set forth in \$1050.50(q)(1) shall be the simple average of the preceding month's

Whey Protein Concentrate 34 percent-Mostly prices as published in AMS's Dairy Market News during the period between and including the first day of the preceding month and the last day of the preceding month and shall apply to all milk received during the preceding month.