

NOTICE OF A CONSOLIDATED PUBLIC HEARING TO CONSIDER AMENDMENTS TO THE STABILIZATION AND MARKETING PLANS FOR MARKET MILK FOR THE NORTHERN AND SOUTHERN CALIFORNIA MARKETING AREAS

Notice is hereby given that the California Department of Food and Agriculture (Department) is calling a public hearing, on its own motion, to consider amendments to the Stabilization and Marketing Plans for Market Milk for the Northern California and Southern California Marketing Areas (Plans).

Hearing Date, Place and Time - The hearing will be held on April 11, 2016 in the Department Auditorium, 1220 N Street, Sacramento, California 95814. The hearing will begin at 9:00 a.m. and will be continued the following day if necessary.

The hearing is called pursuant to Chapter 2, Part 3, Division 21 of the Food and Agricultural Code (FAC). The hearing noticed herein will be conducted in accordance with the procedures prescribed in 3 CCR 2080.4.

Call of Hearing – The hearing will consider amendments to the Class 4b pricing formula that are raised by alternative proposals received in the time and format specified below. Specific proposals that would amend or change the provisions contained in Article III, Section 300, subparagraphs (E)(1)(c) and (E)(1)(c)(i) of the Plans will be open for consideration at the hearing. Proponents of any alternative proposal shall address, at a minimum, the economic conditions that would support extending the effective date of the temporary dry whey scale or adjustments to either the temporary or permanent dry whey scales contained therein.

Interested parties are encouraged to refer to the pricing criteria established in FAC Article 9, Chapter 2, of Part 3, Division 21 and the declarations, purposes, goals and requirements of the Milk Stabilization Program as codified in FAC Chapter 2 and FAC Sections 62062 and 62076.

Alternative Proposals – All interested parties are entitled to submit alternative proposals detailing adjustments in the Class 4b pricing formula that are germane to the call of the hearing. Alternative proposals must be signed by a responsible party and received by the Department's Dairy Marketing Branch no later than 4:00 p.m. on March 28, 2016. The Dairy Marketing Branch's office location is the 2800 Gateway Oaks Drive, Sacramento, California 95833. The Department strongly encourages all alternative proposals to be sent electronically via email to dairy@cdfa.ca.gov or faxed to (916) 900-5341. Alternative proposals may be mailed to Hearing Officer, c/o CDFA Dairy Marketing Branch, 1220 N Street, Sacramento, California 95814. Please allow five (5) business days in addition to normal mailing times if mailed USPS.



At the hearing, the Department will receive testimony and evidence, both oral and documentary. Interested parties who wish to introduce testimony and/or exhibits shall provide the Hearing Officer at the hearing six (6) copies of such documents for the official record.

Copies of the transcripts of testimony received at the hearing will not be available for distribution via the Department, but are available for inspection at the Dairy Marketing Branch. If interested parties wish to purchase copies, arrangements may be made with the reporting service at the hearing.

Final Decisions Resulting from the Hearing - The final decisions resulting from this hearing will be issued in accordance with the procedures and criteria contained in Chapter 2 of Division 21 of the FAC, as necessary.

The Department's decision will include consideration of all relevant legal and economic factors including, but not limited to, the following:

- ➤ The reasonableness and economic soundness of market milk prices for all classes, giving consideration to combined income from those classes, in relation to cost of production and marketing for all purposes including manufacturing;
- ➤ Whether prices will insure an adequate and continuous supply, in relation to demand, of pure, fresh, wholesome market milk for all purposes, including manufacturing purposes, at prices to consumers which, when considered with relevant economic criteria, are fair and reasonable;
- Whether prices, including the prices of components of milk, established by the Secretary for the various classes of market milk bear a reasonable and sound economic relationship to each other; and
- Whether the amendments would be in accord with all the purposes, policies, and standards contained in Sections 61801, 61802, 61805, 61806, 61807, 62062, 62063, 62074.5, 62076 and 62077.

Ex Parte Communications Prohibited - From the time this Notice is issued until the issuance of a final decision in a proceeding, Department employees involved in the decision-making process are prohibited from discussing substantive hearing issues with any person having an interest in the proceeding. Procedural matters are not subject to the above prohibition and may be discussed at any time.

The Department's entire hearing exhibit for this hearing will be available for public inspection at the Dairy Marketing Branch office on April 4, 2016.

Questions regarding the call of this hearing should be addressed to Hyrum Eastman or Don Shippelhoute at (916) 900-5014.

Media contacts and publication staff are asked to contact the Department's Public Affairs Office by e-mail at cdfa.ca.gov or by phone at (916) 654-0462.

Persons with Disabilities - The Department of Food and Agriculture wishes to ensure that all members of the public have access to all public meetings. If you require a special accommodation, please contact Joe Monson at (916) 900-5014 or TDD (800) 735-0193 at least five days before the hearing date.

Marak 8,2016 Date

Karen Ross

Secretary