



Commonwealth of Pennsylvania
Milk Marketing Board
2301 North Cameron Street
Harrisburg, PA 17110-9408

717/787-4194
FAX: 717/783-6492

WEB SITE: <http://www.mmb.state.pa.us>

E-mail: RA-PMMB@state.pa.us

BULLETIN

No. 1428
February 27, 2008

PENNSYLVANIA MILK PRODUCERS' SECURITY ACT

ADDITIONAL REPORTING REQUIREMENT FOR MILK DEALERS

The Pennsylvania Milk Producers' Security Act gives the Pennsylvania Milk Marketing Board the authority to require licensed milk dealers to provide additional security during the course of a license year. The Board may require such additional security if it determines that the value of milk purchased or received from producers by a milk dealer has increased to a point that the security provided at the beginning of the license year is no longer adequate to afford producers the protection intended by the Security Act (31 P.S. § 626.10a(b)).

The current 2007-2008 license year bonds are based on the value of milk purchased during calendar year 2006. Producer milk prices have increased since 2006. Because of this increase in producer milk prices, the Board could hold a hearing for each licensed milk dealer to determine whether the value of milk purchased or received by the dealer has increased to a point that additional security should be provided. However, the Board recognizes the difficulties that would be faced by milk dealers in acquiring additional security at this point in the license year.

To balance the necessity to ensure that adequate security is provided for Pennsylvania producers against the logistical difficulties milk dealers would face in acquiring additional security at this point in the license year, the Board hereby establishes an additional reporting requirement for all licensed milk dealers who purchase or receive Pennsylvania producer milk. This reporting requirement will remain in effect for producer milk received through midnight on June 30, 2008.

Additional Reporting Requirement:

Milk dealers shall, within one (1) day of making each month's partial payment, and within one (1) day of making each month's final payment, ensure that the Board receives Form PMMB-PPA (attached). Form PMMB-PPA must be signed by a corporate officer or owner of the milk dealer. Additional copies of Form PMMB-PPA are available on the Board's website or by contacting the Board.

Form PMMB-PPA may be faxed to the Board at (717) 783-6492 or may be emailed to tmoyer@state.pa.us.

Failure to file Form PMMB-PPA:

If the Board does not receive Form PMMB-PPA within the times noted above, it will take immediate action to require additional security pursuant to section 10a(b) of the Security Act.

Milk dealers may also provide additional security in lieu of completing Form PMMB-PPA. Any milk dealer who would prefer to provide additional security may contact the Board to determine the amount of additional security required to be provided in lieu of completing Form PMMB-PPA.

PENNSYLVANIA MILK MARKETING BOARD

Keith Bierly, Secretary

IF YOU REQUIRE THIS INFORMATION IN AN ALTERNATE FORMAT, CALL
(717) 787-4194 OR (800) 654-5984 (PA RELAY SERVICE FOR TDD USERS).

PENNSYLVANIA MILK MARKETING BOARD
2301 NORTH CAMERON STREET
HARRISBURG, PA 17110-9408

PRODUCER PAYMENT AFFIDAVIT

Dealer Name: _____

PMMB License Number(s): _____

On _____, _____ made
Date Dealer

payment of _____ to Pennsylvania producers, which
Amount

amount is at least equal to its minimum payment obligation to Pennsylvania producers.

The undersigned hereby affirms that the foregoing information is true and correct to the best of said person's knowledge, information and belief; said affirmation being made subject to the penalties prescribed by 18 Pa.C.S. Section 4904 (relating to unsworn falsification to authorities).

Date (signature) _____

Name:

Title:

Company: