BOARD STAFF EXHIBIT 1

For <u>producer milk purchased during</u> the period, April 1 to September 30, 2017, due to severe market conditions, a cooperative marketing association which is also engaged in marketing the milk of independent producers may deduct from the <u>Board's minimum price</u> otherwise payable to such independent producers a market adjustment charge. The charge shall equal to, but not <u>be</u> greater than <u>the lowest</u> such charge which is applied to the cooperative's member dairy producers.

For producer milk purchased during this <u>same</u> period, a proprietary dealer may deduct from <u>its</u> payments the Board's minimum price otherwise due to independent producers on a current basis <u>net</u> losses incurred, if any, on sales of distressed or <u>surplus</u> milk, in accordance with Regulation 143.43 (without following the procedure described in OGO A-893). Losses would be allocated monthly, and proportionally, among all producers.

For producer milk purchased during the period April 1 to September 30, 2017, due to severe market conditions, a cooperative which is also engaged in marketing the milk of independent producers may deduct from the Board's minimum price otherwise payable to such independent producers a market adjustment charge. The charge shall not be greater than the lowest such charge which is applied to the cooperative's member dairy producers.

For producer milk purchased during this same period by a proprietary dealer which is not a cooperative, the dealer may deduct from the Board's minimum price otherwise due to independent producers on a current basis net losses incurred, if any, on sales of distressed or surplus milk, in accordance with Regulation 143.43 (without following the procedure described in OGO A-893). Losses would be allocated monthly, and proportionally, among all producers.