

What is the Margin Protection Program for Dairy?

The Margin Protection Program for Dairy (MPP-Dairy) is a new safety net for dairy producers established in the 2014 farm bill. MPP-Dairy replaces price supports and MILC payments. All dairy farmers will have an opportunity to participate and protect up to 90 percent of their milk production. This program, with very affordable premiums and a simple-to-understand design, can make a big difference for your bottom line if another crisis hits dairy and feed markets.

MPP-Dairy Workshop

Monday, Oct. 6, 2014

10 a.m. to 1:30 p.m. (includes lunch)

Farm Credit Services • 1600 Old Red Trail • Mandan, N.D.

Preregistration is requested but not required. For planning purposes, we need an idea of who will attend. A registration fee of \$10 will be collected at the door.

dairymarkets.org/MPP

as a one-stop shop for all MPP-Dairy information

What should I bring?

- Laptop or portable device (limited quantity will be available)
- Annual milk marketings (pounds shipped) for 2011, 2012 and 2013.

If you cannot attend, an abbreviated version will be presented at the Dairy Convention on Nov. 5. However, waiting until then will leave limited time to decide on your level of participation.

If you prefer to pay online, click 

https://epayment.ndus.nodak.edu/C22800_ustores/web/store_main.jsp?STOREID=4&SINGLESTORE=true

Individuals with disabilities are invited to request reasonable accommodations to participate in NDSU-sponsored programs and events.

To request an accommodation(s), please contact J.W. Schroeder at (701) 231-7663 by Sept. 29, 2014 to make arrangements.

NORTH CENTRAL
RISK MANAGEMENT
EDUCATION CENTER



United States
Department of
Agriculture

National Institute
of Food and
Agriculture

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NDSU EXTENSION
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County Commissions, NDSU and U.S. Department of Agriculture Cooperating. NDSU is an equal opportunity institution.

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USDA

www.fsa.usda.gov

MPP-Dairy Program Premium Schedule

Coverage Level	2014-2015 Premium per cwt First 4 Million lbs. ¹	After 2015 Premium per cwt First 4 Million lbs.	All Years Premium per cwt More Than 4 Million lbs.
\$4.00	None	None	None
\$4.50	\$0.008	\$0.010	\$0.020
\$5.00	\$0.019	\$0.025	\$0.040
\$5.50	\$0.030	\$0.040	\$0.100
\$6.00	\$0.041	\$0.055	\$0.155
\$6.50	\$0.068	\$0.090	\$0.290
\$7.00	\$0.163	\$0.217	\$0.830
\$7.50	\$0.225	\$0.300	\$1.060
\$8.00	\$0.475	\$0.475	\$1.360

¹ Premium is reduced by 25 percent (except the \$8.00 coverage level) for each of calendar years 2014 and 2015.

Percentage of coverage, in 5 percent increments, beginning with 25 percent and not exceeding 90 percent of the production history.

Catastrophic level coverage is \$4.00 and a coverage percentage of 90 percent.

Registration/Coverage Election Periods	2014 and 2015: September 2 - November 28, 2014 2016: July 1 - September 30, 2015 2017: July 1 - September 30, 2016 2018: July 1 - September 30, 2017
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Applicable Program Forms	CCC-781, CCC-782 and CCC-782 Appendix, AD-1026, CCC-902
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Existing Dairy Operation Production History	The highest of: 2011, 2012, or 2013
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New Dairy Operation Production History	Operation chooses one of the following: <ul style="list-style-type: none"> • Volume of milk marketings extrapolated to a yearly amount • National rolling herd average based on the herd size
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Actual Dairy Production Margin	Difference between: National All-Milk Price and the National Average Feed Cost Calculated each consecutive 2-month period: Jan/Feb, Mar/Apr, May/June, July/Aug, Sept/Oct and Nov/Dec
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Fees and Premiums	2014 - \$100 Administrative fee + the total premium due at initial registration 2015 - 2018 - \$100 Administrative fee + minimum of 50% of the premium due at election period with balance due by June 1
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