

Managing Somatic Cell Counts at 400,000 and Electronic Notification

Roger Hallberg

Land O'Lakes Milk Procurement Specialist



Backstory

History of U.S. SCC regulations

- Prior to 1967 no standards
- 1967 1.5 million SCC/ml limit
- 1986 1 million
- 1993 750,000
- 2011 NCIMS proposals to lower actionable SCC limit defeated
 - Next meeting 2013 expect more proposals



Backstory

- U.S. exports 13% of milk production*
 - 1% to EU (7% of all exported product)
- It's about access to European Union market



*USDEC 2012 YTD total milk solids



- EU export certification requires
 - SCC ≤ 400,000 (U.S. ≤ 750,000 A&B milk)
 - SPC ≤ 100,000 (U.S. ≤ 100,000 A ≤ 500,000 B)
- New requirements Jan. 1, 2012
 - Changed to testing at individual farm level
 - Applies only to companies manufacturing products for export to EU
 - Provides flexibility (derogation) for farms that exceed EU requirements





- Milk supplier must provide a Certificate of Conformance for AMS to link raw milk to finished product
- Milk supplier must notify AMS when milk in products certified for EU export exceeds requirements

- All farms tested once a month for SCC
- Rolling geometric mean over 3-month period
- Rolling geometric mean must be in compliance with EU requirements
- 1st rolling mean out of compliance requires notification to AMS
- 3 consecutive rolling means out of compliance after notification requires action





Month	Monthly data for	Result of rolling	Actions	
	rolling three-month	three-month mean		
	mean for SCC	for SCC		
Apr-12	Jan, Feb, Mar	> 400,000	Milk ok for export in Apr. Notify AMS.	
May	Feb, Mar, Apr	> 400,000	Milk ok for export in May. (1st month)	
June	Mar, Apr, May	> 400,000	Milk ok for export in June. (2nd month)	
July	Apr, May, Jun	> 400,000	Milk NOT ok for export in August. Milk supplier must suspend, segregate, discontinue certification or request derogation.	

Source: USDA/AMS Vorgert



Geometric mean vs. average

Average: $275 + 315 + 572 = 1162 \div 3 = 387.33$

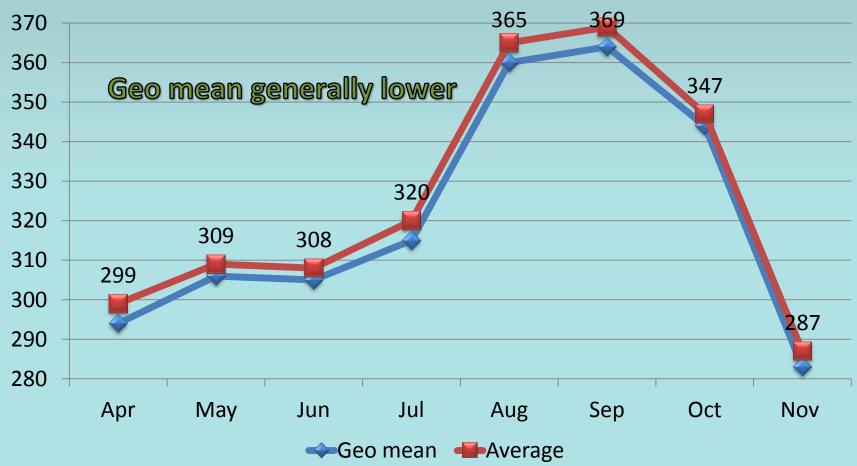
Geo mean: $275 \times 315 \times 572 = \sqrt[3]{49549500} = 367.3$

"Geometric mean is more forgiving making it harder to get in jail."





SCC 3-month rolling average vs. geometric mean





- Derogation delays implementation of producer suspension due to special circumstances
 - Request must ID farm & issue
 - If accepted, 1 year probation
 - Must show effort to bring farm into compliance or further requests will be denied
 - Suspend producer
 - Segregate producer's milk
 - Discontinue certification
- Seasonal derogation
 - Aug, Sep, Oct





- Fees
 - AMS charges administrative fee of \$136
 (2 hrs @ \$68) to process derogation
 - Some milk marketers pass fee along to producer
- AMS issued 2104 derogations as of 10/22/12*
- Records review
 - Each year AMS reviews each exporter and traces milk products back to producer
 - Failure to provide the necessary records can result in ineligibility to take part in the EU certification program.

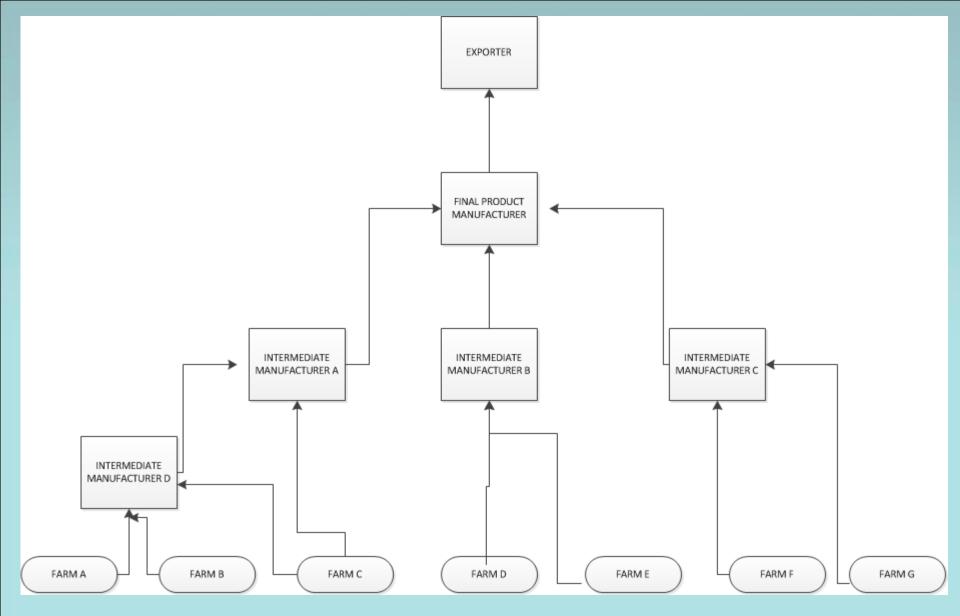




Impact Bigger Than You Think

- Producers who think their milk does not go into EU products should think again
- Milk and its byproducts make their way into products that require certification
 - Especially whey, cream, NDM, & butter
- Most marketers need export option
 - Segregating, rerouting, or disposing of milk is costly





Source: USDA/AMS Vorgert



A Future of Growth in a World of Opportunity

Electronic Notification

USDA FORM TY	PE:		Folder ID: DRF000000481 Date of 4/4/2012
Notification		C Seasonal Derogation	Request: 4/4/2012
NAME:			
PHONE NUMBER: E-MAIL ADDRESS:			
E-MAIL ADDRESS.			
NAME:			
CITY:			
STATE:			
PLANT NUMBER:			
CUSTOMER NUMBER:			
NAME OF FARM:			
NAME OF FARM: CITY:			
STATE:			
STATE PERMIT NUMBER:			
MEAN COUNT INFOR	MATION		
TYPE: C MEAN SOMAT	FIC CELL COUNT	C MEAN BACTERIA STAI	NDARD PLATE COUNT
		:DATE	OF NOTIFICATION
MEAN COUNT (THOUSANDS PE			
MONTH and YEAR of NONCOME	LIANCE		
COMMENTS:			
			^



Source: USDA/AMS Vorgert

Electronic Notification

USDA	FORM TYPE:			Folder ID:	DRF000000481	
CODI		_		Date of Request:	4/4/2012	
	C Notification	© Derogation	C Seasonal Derogation	_		
		ST FOR DEROGA	TION FROM EU REQU	JIREMEN	ITS	
CONTA	CT INFORMATION NAME:					
PHON	E NUMBER:					
	L ADDRESS:			_		
	STING MILK SUPPL	IER INFORMATION				
REGOE	NAME:	ER III ORINATION				
	CITY:			_		
	STATE:					
PLAN	IT NUMBER:					
CUSTOME	R NUMBER:					
FARME	R INFORMATION					
NAN	ME OF FARM:					
	CITY:					
	STATE:					
STATE PERMIT						
MEAN C	OUNT INFORMATION	V				
TYPE:	MEAN SOMATIC CELL	. COUNT	MEAN BACTERIA STA	NDARD PLA	TE COUNT	
			:DAT	E OF NOTIFIC	CATION	
MEAN COUNT ((THOUSANDS PER ML):					
MONTH and YE	AR of NONCOMPLIANCE	- '				
COMMENTS:						
					^	

Source: USDA/AMS Vorgert





- Producer list ~ herd list
- High SCC
 - 1. Manage
 - 2. Treat
 - 3. Cull
- Counts high July-Sept
 - Peak Aug in Midwest

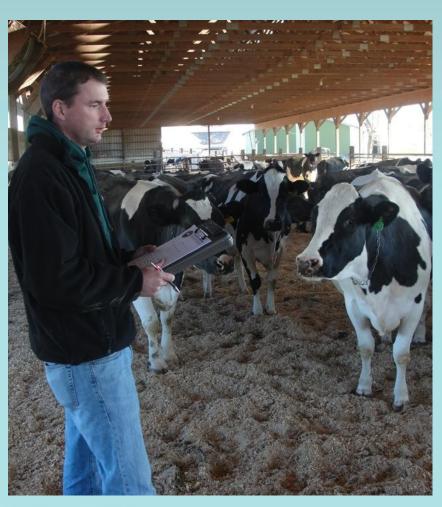


On-Farm Action Plan

1. Manage

- Highlight \$ incentive
 <350K SCC = premiums
 >350K SCC = deductions
- Highlight production
 - Healthy udders produce more milk
 - Infected udders produce less milk, costly treatment and dumped milk





On-Farm Action Plan

2. Treat

- Evaluate farm
 - Cultures
 - ID cows
 - Milking hygiene
 - Equipment function
 - Housing environment
 - Cow comfort
 - Cow cleanliness
- Request derogation
 - More time





On-Farm Action Plan

3. Cull

Two options for continually exceeding 400,000 SCC

- 1. Suspend farm milk pickup
- 2. Segregate milk from products for EU export





Mindset: "Attitude of Quality?"



Cow cleanliness



Milking hygiene





Equipment hygiene



Bulk tank interior

"Attitude of Quality?"







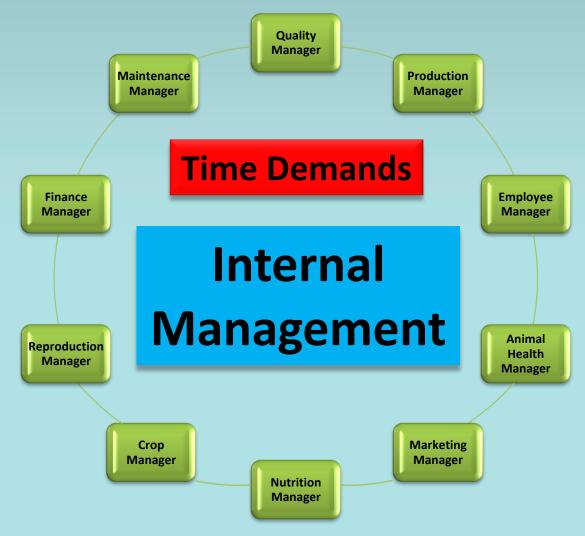
Facilities, drug storage

Water stock tank

"Attitude of Quality?"













Technology adoption by producers

- Computer usage
 - Upgrades needed
 - Outdated operating systems, slow
 - Changing software
 - Email, Internet, social media
- Smart Phones
 - Texting
 - Internet, social media, e-mail







Facility Upgrades Needed

- Milking parlor or barn
- New equipment involves more computerization
- Costly capital improvements

Next Chapter

- Credibility: ensure compliance at all levels
- Need to communicate & educate
- Customer demand driving this
- Exports markets critical
 - Producers' price
 - Industry health



