

### Sustainable Queensland Dairy Production (Fair Milk Price Logos) Bill 2016



Queensland

# Sustainable Queensland Dairy Production (Fair Milk Price Logos) Bill 2016

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### 2016

## A Bill

for

An Act to provide for the establishment of logos for containers of fresh milk produced in particular regions and for which fair prices have been paid to dairy farmers, a mechanism for setting fair prices and offences for particular conduct in relation to the logos [s 1]

The	Parlia	ment	t of Queensland enacts—	1		
1	Sho	ort tit	le	2		
			Act may be cited as the Sustainable Queensland Dairy luction (Fair Milk Price Logos) Act 2016.	3 4		
2	Def	initic	ons	5		
		Sche	edule 1 defines particular words used in this Act.	6		
3	Obj	jectiv	ve of Act	7		
			main objective of this Act is to assist in preserving anable fresh milk production in Queensland by—	8 9		
		(a)	establishing a logo for containers of fresh milk produced in each Queensland dairy region to indicate to consumers—	10 11 12		
			(i) the Queensland dairy region in which the milk was produced; and	13 14		
			(ii) that a fair price has been paid to the dairy farmer who produced the milk; and	15 16		
		(b)	providing a mechanism for setting the fair price for each Queensland dairy region; and	17 18		
		(c)	creating offences for engaging in particular conduct in relation to the logos.	19 20		
4	Fai	r mill	<pre>c price logo</pre>	21		
	(1)	There is to be a logo (a <i>fair milk price logo</i> ) for each Queensland dairy region.				
	(2)	milk	ect to subsection (4), the design and wording of each fair price logo must be decided by the Minister and set out in zette notice.	24 25 26		

[s 5]

(3)	In deciding the design and wording of the fair milk price logo for a Queensland dairy region, the Minister must consult with dairy farmers across the region, and organisations representing the interests of dairy farmers in the region, to decide the characteristics of the design and wording.					
(4)	Each fair milk price logo must clearly identify the Queensland dairy region to which it relates.					
Su	stain	able	gross margin	8		
(1)	For each Queensland dairy region, there is to be a sustainable gross margin for producing a litre of fresh milk in the region.					
(2)	The sustainable gross margin must be decided by the Minister and stated in a gazette notice (a <i>milk price gazette notice</i> ).					
(3)	In d	ecidir	ng the sustainable gross margin, the Minister must—	13		
	(a)	con	sult with—	14		
		(i)	dairy farmers across the Queensland dairy region; and	15 16		
		(ii)	organisations representing the interests of dairy farmers in the region; and	17 18		
	(b) consider the costs and margins of producing fresh mill as indicated in the most recent QDAS report, for typical dairy farmer in the region; and					
	(c) consider how best to encourage each of the follows for the region and the State—			22 23		
		(i)	sustainable production of fresh milk;	24		
		(ii)	the use of best farming practices and innovation in fresh milk production.	25 26		
(4)	) The Minister must publish a milk price gazette notice at least twice during each year.					
(5)	In th	In this section—				
	<b>QDAS report</b> means a document entitled 'Balancing dairy production and profits in northern Australia—Queensland Dairy Accounting Scheme' compiled by the department.					

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		ch QDAS report is available on Dairy Australia's website at ww.dairyaustralia.com.au.		
Fai	r milk	c price		
(1)		For each Queensland dairy region, there is to be a fair milk price per litre of fresh milk produced in the region.		
(2)	The	fair milk price—		
	(a)	is equal to the sum of—		
		<ul><li>(i) the amount the Minister is satisfied is the cost for a typical dairy farmer in the Queensland dairy region of producing a litre of fresh milk in the region; and</li></ul>		
		<ul><li>(ii) the sustainable gross margin for producing a litre of fresh milk in the region; and</li></ul>		
	(b)	must be stated in each milk price gazette notice.		
(1)	This	section applies if—		
(1)	This (a)	section applies if— a dairy farmer in a Queensland dairy region supplies fresh milk to a milk processor under a contractual arrangement between the dairy farmer and the		
		processor; and		
	(b)	under the arrangement, the processor is entitled to pay the dairy farmer less per litre of the supplied milk than the fair milk price per litre of fresh milk produced in the region because of the composition or quality of the supplied milk.		
(2)	The	the dairy farmer less per litre of the supplied milk than the fair milk price per litre of fresh milk produced in the region because of the composition or quality of the		
	The farm <i>milk</i>	the dairy farmer less per litre of the supplied milk than the fair milk price per litre of fresh milk produced in the region because of the composition or quality of the supplied milk. amount the milk processor is entitled to pay the dairy er for each litre of the supplied milk is the <i>adjusted fair</i>		

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[s 9]

		(a)	cont for a	ertise, market, promote, sell or supply milk in a cainer bearing the fair milk price logo ( <i>marked milk</i> ) a Queensland dairy region unless the milk is fairly ed milk of the region; or	1 2 3 4
		(b)	dair	erwise use a fair milk price logo for a Queensland y region in a way that would cause a reasonable on to believe—	5 6 7
			(i)	milk that was not produced in the region was fresh milk produced in the region; or	8 9
			(ii)	milk that is not fairly priced milk for the region is fairly priced milk for the region.	10 11
		Max	imun	n penalty—75 penalty units.	12
	(2)	In th	is sec	ction—	13
		Quee	enslar	<i>by similar</i> , in relation to a fair milk price logo for a and dairy region, means so nearly resembles the logo ikely to deceive or cause confusion.	14 15 16
		<i>fairl</i> milk	-	eed milk, of a Queensland dairy region, means fresh	17 18
		(a)	proc	luced in the region; and	19
		(b)	bou	ght from the dairy farmer who produced it for-	20
			(i)	if section 7 applies—the adjusted fair milk price per litre of the milk; or	21 22
			(ii)	otherwise—the fair milk price per litre of fresh milk produced in the region.	23 24
		an ir	nage	<i>price logo</i> , for a Queensland dairy region, includes that is substantially identical with, or deceptively, the logo.	25 26 27
9				st consult about establishment of ng milk logos	28 29
	(1)	estab		ster must consult with each relevant Minister about ng a corresponding milk logo for each other State ory.	30 31 32

The Minister must, within 14 sitting days after 1 January and (2)1 1 July in each year, table in the Legislative Assembly a report 2 about the consultation. 3 In this section— (3) 4 corresponding milk logo, for a State or Territory, means a 5 logo for a dairy region in that State or Territory that is used for 6 substantially the same purposes as a fair milk price logo for a 7 Queensland dairy region. 8 *relevant Minister* means— 9 the Minister of the Commonwealth responsible for (a) 10 administering the Dairy Industry Service Reform Act 11 2003 (Cwlth); or 12 the Minister in each State with responsibility for the (b) 13 dairy industry. 14

[s 9]

Schedule 1

### Schedule 1 Dictionary

#### section 2 2

<i>adjusted fair milk price</i> , per litre of fresh milk supplied to a milk processor under a contractual arrangement, means the adjusted fair milk price set under section 7 for the milk.	3 4 5				
<i>Central Queensland dairy region</i> means the local government areas of the following local governments—					
(a) Bundaberg Regional Council;	8				
(b) Mackay Regional Council;	9				
(c) North Burnett Regional Council;	10				
(d) Rockhampton Regional Council.	11				
<i>fair milk price</i> , per litre of fresh milk produced in a Queensland dairy region, means the fair milk price set under section 6 for the milk.	12 13 14				
<i>fair milk price logo</i> , for a Queensland dairy region, see section $4(1)$ .	15 16				
<i>milk price gazette notice</i> see section 5(2).					
<i>North Queensland dairy region</i> means the local government area of the Tablelands Regional Council.					
Queensland dairy region means each of the following-	20				
(a) the Central Queensland dairy region;	21				
(b) the North Queensland dairy region;	22				
(c) the South East Queensland dairy region.	23				
<i>South East Queensland dairy region</i> means the local government areas of the following local governments—					
(a) Fraser Coast Regional Council;	26				
(b) Gold Coast City Council;	27				
(c) Gympie Regional Council;	28				

#### Schedule 1

	(d)	Logan City Council;	1		
	(e)	Moreton Bay Regional Council;	2		
	(f)	Scenic Rim Regional Council;	3		
	(g)	Somerset Regional Council;	4		
	(h)	South Burnett Regional Council;	5		
	(i)	Southern Downs Regional Council;	6		
	(j)	Sunshine Coast Regional Council;	7		
	(k)	Toowoomba Regional Council;	8		
	(1)	Western Downs Regional Council.	9		
sustainable gross margin, for producing a litre of fresh milk					
in a Queensland dairy region, means the sustainable gross					
margin decided under section 5 for the production.					