



e-ISSN:2582-7219



# INTERNATIONAL JOURNAL OF MULTIDISCIPLINARY RESEARCH IN SCIENCE, ENGINEERING AND TECHNOLOGY

Volume 7, Issue 12, December 2024



INTERNATIONAL  
STANDARD  
SERIAL  
NUMBER  
INDIA

Impact Factor: 7.521



6381 907 438



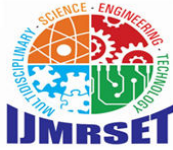
6381 907 438



ijmrset@gmail.com



www.ijmrset.com



## International Journal of Multidisciplinary Research in Science, Engineering and Technology (IJMRSET)

(A Monthly, Peer Reviewed, Refereed, Scholarly Indexed, Open Access Journal)

# Major Advances in Milk Marketing

Sofiyan Ali, Dr. Anupama Pandey

BBA 5<sup>TH</sup> Social Media Publicity, NIMS Institute of Business Studies, NIMS University, Jaipur, Rajasthan, India

Assistant Professor, NIMS Institute of Business Studies, NIMS University, Jaipur, Rajasthan, India

**ABSTRACT:** Federal dairy programs have been instituted to assist dairy farmers in marketing their milk. Milk marketing licenses were issued for city markets in 1933 during the depression. Federal Milk Orders replaced licenses in 1937 with enactment of the Agricultural Marketing Agreement Act. Low prices returned in the late 1940s and Congress passed the Agricultural Act of 1949 creating the support program for milk. Congressional involvement in milk marketing was minimal until passage of the 1977 Farm Bill. A support price adjustment to seek favorable political responses from farmers resulted in higher prices and ultimately higher production. Large expenditures and burdensome supplies caused Congress to make major changes to both programs. Other milk marketing programs have evolved from Congressional actions, including export and promotion programs. The exiting and consolidation of the dairy processors and producers has led to a reduction in the number of marketing orders.

### I. INTRODUCTION

Milk marketing encompasses the strategies and activities involved in promoting, selling, and distributing milk and milk-based products to consumers. As a staple in diets worldwide, milk holds significant importance not only nutritionally but also economically within the agricultural and food industries. Effective milk marketing ensures that producers can reach their target audiences, differentiate their production a competitive market, and maintain steady demand despite changing consumer preferences and market dynamics

Milk marketing involves all the activities, processes, and strategies used to promote, distribute, and sell milk and dairy products to consumers. It plays a critical role in ensuring the efficient movement of milk from producers (dairy farmers) to the end consumers while maintaining quality, affordability, and accessibility.

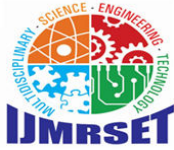
#### Federal Milk Marketing Orders

The federal milk order (FMO) program provides dairy producers a means of equally sharing revenues generated by a classified pricing system. Handlers (processors) are assured of paying the same minimum price as their competitors for milk used within the same product classification. Federal milk orders ensure that handlers are accountable for the classified value of the milk they receive, and that producers who supply these handlers are paid equally.

Federal milk orders are instituted at the request of dairy producers usually through cooperative representation. The USDA will hold an administrative hearing to promulgate an order or to issue decisions amending an existing order if disorderly marketing is thought to exist and product is moved through interstate commerce. Producers supplying handlers within the marketing area must approve the issuance or amendment of an order by a two-thirds margin. An order may be terminated at the request of 50% of the producers supplying the market. A federal order marketing area is generally defined as the geographical boundary where handlers compete for Class I sales

### II. OBJECTIVES OF A MILK FACTORY

A milk factory, also known as a dairy processing plant, has several key objectives aimed at ensuring efficient production, high-quality products, and customer satisfaction. These objectives align with both business goals and consumer demands while adhering to industry regulations and sustainability practices.



## International Journal of Multidisciplinary Research in Science, Engineering and Technology (IJMRSET)

(A Monthly, Peer Reviewed, Refereed, Scholarly Indexed, Open Access Journal)

### Primary Objectives

#### 1. Production of High-Quality Milk Products

- Ensure the processing and production of safe, high-quality milk and dairy products that meet consumer expectations and regulatory standards.
- Maintain hygiene and sanitation throughout the production process to prevent contamination.

#### 2. Efficient Milk Processing

- Optimize the collection, storage, and processing of raw milk to minimize waste and maximize productivity.
- Utilize advanced technology and processes to ensure consistency and efficiency in production.

#### 3. \*Product Diversification\*

- Develop a range of dairy products such as pasteurized milk, cheese, butter, yogurt, and flavored milk to cater to diverse consumer preferences.
- Innovate with new product lines, such as fortified or lactose-free options, to meet evolving market demands.

#### 4. \*Sustainability\*

- Reduce environmental impact by implementing eco-friendly practices, such as energy-efficient equipment, waste management systems, and sustainable packaging.
- Promote sustainable farming practices by supporting local dairy farmers and ensuring ethical sourcing of milk.

#### 5. \*Market Expansion and Profitability\*

- Increase market share by distributing products across local, regional, and global markets.
- Enhance profitability through cost-effective operations, competitive pricing strategies, and strategic marketing.

#### 6. \*Customer Satisfaction\*

- Build consumer trust by ensuring transparency, consistent quality, and the availability of products.
- Address consumer needs and preferences through feedback mechanisms and product innovations.

#### 7. \*Support for Dairy Farmers\*

- Provide fair compensation and support to dairy farmers through long-term partnerships and training programs.
- Facilitate the adoption of best practices in animal care and milk production to ensure a reliable supply of raw milk.

#### 8. \*Compliance with Regulatory Standards\*

- Adhere to local and international food safety and quality standards, such as HACCP (Hazard Analysis Critical Control Points) and ISO certifications.
- Maintain accurate labeling and packaging information to comply with regulations and inform consumers.

#### 9. \*Community Engagement\*

- Contribute to the local economy by creating employment opportunities and supporting community development initiatives.
- Raise awareness about the nutritional benefits of milk and dairy products through educational campaigns.

#### 10. \*Research and Development\*

- Invest in R&D to improve product quality, develop innovative offerings, and enhance production processes.
- Explore advancements in milk preservation, packaging, and flavor enhancement technologies.

By focusing on these objectives, a milk factory can ensure long-term success, meet the expectations of consumers and stakeholders, and contribute positively to the dairy industry and society at large.



## International Journal of Multidisciplinary Research in Science, Engineering and Technology (IJMRSET)

(A Monthly, Peer Reviewed, Refereed, Scholarly Indexed, Open Access Journal)

### III. METHODOLOGY OF A MILK FACTORY

The methodology of a milk factory involves systematic processes to ensure the efficient collection, processing, packaging, and distribution of high-quality milk and dairy products. This methodology integrates modern technology, strict hygiene practices, and compliance with regulatory standards.

#### Key Steps in the Milk Factory Methodology

##### 1. Milk Collection

**Sourcing:** Milk is collected from dairy farms, which may involve local suppliers or large-scale dairy farms.

**Quality Testing:** Upon arrival, raw milk undergoes quality checks to assess factors like fat content, protein levels, temperature, and contamination.

**Storage:** Milk is stored in chilled tanks at a temperature of 4°C or below to prevent bacterial growth and maintain freshness.

##### 2. Milk Transportation

**Chilled Transportation:** Specialized refrigerated trucks are used to transport milk from collection centers to the processing plant.

**Logistics Management:** Efficient transportation planning ensures timely delivery and minimizes spoilage.

##### 3. Milk Processing

**Filtration and Clarification:** Raw milk is filtered to remove dirt, debris, and impurities.

**Pasteurization:** Milk is heated to a specific temperature (e.g., 72°C for 15 seconds) and then rapidly cooled to eliminate harmful bacteria while preserving nutrients.

**Homogenization:** Milk is homogenized to break down fat globules, ensuring a smooth texture and uniform consistency.

**Separation:** Milk is separated into cream and skim milk, depending on the desired product (e.g., whole milk, skimmed milk, or cream-based products).

**Fortification:** Vitamins and minerals (e.g., vitamin D or calcium) are added as needed to enhance nutritional value.

**4. Product Manufacturing: Milk Products:** Depending on the plant's capacity, milk is processed into various products, such as yogurt, cheese, butter, ghee, ice cream, or flavored milk.

**Specialized Processes:** Each product has its own specific manufacturing process, such as fermentation for yogurt or churning for butter.

##### 5. Quality Control

**Testing Protocols:** Regular testing is conducted throughout the process to ensure compliance with food safety standards (e.g., microbiological, chemical, and sensory analysis).

**Certification:** Products are verified to meet regulatory standards like ISO, HACCP, or FDA requirements.

##### 6. Packaging

**Sanitized Environment:** Packaging is done in a sterile environment to maintain product safety and extend shelf life.

**Packaging Materials:** Milk is packaged in containers such as cartons, bottles, or pouches using food-grade and eco-friendly materials.

**Labeling:** Proper labeling includes information about nutritional content, expiration date, storage instructions, and batch numbers.

##### 7. Storage and Distribution

**Cold Storage:** Processed and packaged milk is stored in cold rooms to maintain freshness until distribution.

**Distribution Network:** Products are distributed to retailers, wholesalers, and online platforms using refrigerated vehicles.



## International Journal of Multidisciplinary Research in Science, Engineering and Technology (IJMRSET)

(A Monthly, Peer Reviewed, Refereed, Scholarly Indexed, Open Access Journal)

### 8. Waste Management

Byproduct Utilization: Byproducts like whey are processed into secondary products or used in animal feed.

Wastewater Treatment: Effluent from the factory is treated using modern treatment systems to minimize environmental impact.

Sustainable Practices: Factories implement recycling programs and energy-efficient operations to reduce their carbon footprint.

### 9. Marketing and Sales

Promotion: Marketing campaigns highlight the quality, benefits, and unique features of the milk products.

Distribution Channels: Products are sold through supermarkets, local stores, and online platforms.

### 10. Continuous Improvement

Research and Development: Invest in innovation to improve processes, develop new products, and optimize efficiency.

Feedback Mechanisms: Collect consumer feedback to refine products and address market demands.

## IV. CONCLUSION

The Federal government's role in milk marketing has evolved from indirectly assisting producers through the price support program, to a more direct involvement, sometimes utilizing innovative programs of limited duration. Assessments on producer milk marketings served to reduce government expenditures but did little to reduce production. The whole-herd buyout reduced production but eventually increased prices.

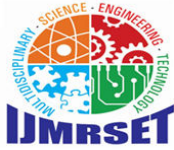
Federal order reform reduced the number of orders, recognizing that, because of advances in packaging technology and improved distribution, processors competed for sales over larger areas. Also, because more producer milk is being processed into cheese than is sold as fluid product, more producers are paid based on the milk components they market. Federal orders have also accommodated the consolidation within the industry for both producers and processors. Regardless of size, producers share equally in the pool proceeds. Local, regional, and national processors are also assured that the minimum price they are required to pay is not being undercut.

Government programs also assist with milk marketing through export enhancement, low income feeding programs, dairy research and advertising and promotion. Trade agreements have created markets for US dairy products and have opened the door to foreign competition. Regardless of government involvement with international dairy trade, the amount of milk product traded remains relatively small compared with the domestic market

The methodology of a milk factory integrates technology, precision, and hygiene to deliver high-quality products to consumers. Adopting efficient systems and sustainability practices ensures not only profitability but also environmental and social responsibility.

## REFERENCES

1. Conference Report 99-447. 1985. Food Security Act of 1985. 99th Congress, 1st Session, December 17, 1985.
2. Conference Report 101-569. 1990. Part 1, Food and Agricultural Resources Act of 1990. 101st Congress, 2nd Session, July 3, 1990.
3. Conference Report 103-213. 1993. Omnibus Budget Reconciliation Act of 1993. 103rd Congress, 1st Session, August 4, 1993.
4. Jesse, E. V., and R. A. Cropp. 1996. The Federal Agriculture Improvement and Reform Act of 1996. Paper No. 55, April 1996. Univ. Wisconsin Extension, Madison.
5. Knutson, R. D., BFP University Study Committee. 1996. An economic evaluation of Basic Formula Price (BFP) Alternatives, AFPC Working Paper 1996-5, Oct. 1996. Online. Available: <http://www.afpc.tamu.edu> Accessed Jan. 27, 2006.
6. Knutson, R. D., D. A. Anderson, and T. Awokuse. Evaluation of "final" four basic formula price options, AFPC Working Paper 1997-9, August 1997. Online. Available: <http://www.afpc.tamu.edu> Accessed Jan. 27, 2006.



## International Journal of Multidisciplinary Research in Science, Engineering and Technology (IJMRSET)

(A Monthly, Peer Reviewed, Refereed, Scholarly Indexed, Open Access Journal)

7. Novakovic, A. 1996. U.S. Dairy sector simulator: A spatially disaggregated model of the U.S. dairy industry. Cornell Univ., Ithaca, NY. No. 96-06, November 1996. Online. Available: <http://cpdmp.cornell.edu> Accessed Jan. 27, 2006.
8. Proposed Rule. 2002. Class III and Class IV Revised Pricing Formulas Decision. Fed. Regist. 67, no. 216, Nov. 7, 2002.  
Google Scholar
9. Proposed Rule. 1986. Raising Class I Differentials in 35 of 44 Orders. Fed. Regist. 51, no. 57, Mar 24, 1986.  
Google Scholar
10. Proposed Rule. 1991. Concentrated Milk Defined and No Change to Class I Differentials Decision from National Hearing. Fed. Regist. 56, no. 227, Nov 22, 1991.
11. Public Law 101-624. 1990. Food, Agriculture, Conservation, and Trade Act of 1990. 101st Congress, 2nd session, November 28, 1990.



INTERNATIONAL  
STANDARD  
SERIAL  
NUMBER  
INDIA



# INTERNATIONAL JOURNAL OF MULTIDISCIPLINARY RESEARCH IN SCIENCE, ENGINEERING AND TECHNOLOGY

| Mobile No: +91-6381907438 | Whatsapp: +91-6381907438 | [ijmrset@gmail.com](mailto:ijmrset@gmail.com) |

[www.ijmrset.com](http://www.ijmrset.com)