



MARKET ADMINISTRATOR

Central Federal Order No. 32

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**United States
Department of
Agriculture**

Agricultural Marketing Service
Dairy Programs

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Central Federal Milk Order #32 Announcement Of "Advanced" Class Prices For June 2001 Released On May 18, 2001

Class I Price @ 3.5% Butterfat

| | |
|--|--------------|
| \$2.00 Location Adjustment @ Jackson County (MO) | \$16.99 /cwt |
| Fluid Milk Promotion Order Processor Assessment ¹ | <u>+0.20</u> |
| | \$17.19 |

Class I Butterfat Price

| | |
|--|--------------|
| \$2.00 Location Adjustment @ Jackson County (MO) | \$2.1233 /lb |
|--|--------------|

Class I Skim Price

| | |
|--|-------------|
| \$2.00 Location Adjustment @ Jackson County (MO) | \$9.90 /cwt |
|--|-------------|

Class II Skim Price

\$8.60 /cwt

Class II Nonfat Solids Price

\$0.9556 /lb

⁽¹⁾ **Processor Assessment:** The processor assessment is an obligation under the Fluid Milk Promotion Order (7 CFR § 1160.101 *et seq.*). The Order requires that all persons who process and market more than 500,000 pounds of fluid milk products in consumer-type packages in the contiguous 48 States of the continental United States and the District of Columbia be assessed 20 cents per hundredweight on all marketings of such packaged fluid milk products during the month.

Announcement Of Class Prices For June 2001 Released On June 29, 2001

| | | |
|---|----------------|------|
| Class II Price @ 3.5% BF | 16.05 | /cwt |
| Class II Butterfat | 2.2159 | /lb |
| Class III Price @ 3.5% BF | 15.02 | /cwt |
| Class III Skim Milk | 7.55 | /cwt |
| Class IV Price @ 3.5% BF | 15.33 | /cwt |
| Class IV Skim Milk | 7.87 | /cwt |
| Butterfat Price | 2.2089 | /lb |
| Nonfat Solids Price | 0.8748 | /lb |
| Protein Price | 2.1670 | /lb |
| Other Solids Price | 0.1409 | /lb |
| Somatic Cell Adjustment Rate | 0.00081 | /cwt |
| Per 1,000 Somatic Cell Count | | |

"Advanced" Pricing Factors For June 2001

Released On May 18, 2001

Prices Used Only In Calculating Advanced Class I & II Prices

| | | |
|---|----------------|-------------|
| Advanced Class III Skim Milk Price | \$6.26 | /cwt |
| Advanced Butterfat Price | \$2.1033 | /lb |
| Advanced Class III Price @ 3.5% BF | \$13.40 | /cwt |
| Advanced Class IV Skim Milk Price | \$7.90 | /cwt |
| Advanced Class IV Price @ 3.5% BF | \$14.99 | /cwt |
| | | |
| Base Price @ 3.5% BF For Class I | \$14.99 | /cwt |

NASS Two-Week Product Price Weighted Averages (Per Lb)

| | <u>Butter</u> | <u>Nonfat Dry Milk</u> | <u>Cheese²</u> | <u>Dry Whey</u> |
|----------------------------|-----------------|----------------------------|---------------------------|---------------------|
| Wtd. 2-Week Average | \$1.8397 | \$1.0173 | \$1.4731 | \$0.2535 |

Component Prices For June 2001

Released On June 29, 2001

| | <u>Butter</u> | <u>Nonfat Dry Milk</u> | <u>Cheese²</u> | <u>Dry Whey</u> |
|-----------------------------|-----------------|----------------------------|---------------------------|---------------------|
| Week 1 Ending 06/02/01 | \$1.8931 | \$1.0151 | \$1.5939 | \$0.2676 |
| Week 2 Ending 06/09/01 | \$1.9187 | \$1.0171 | \$1.6155 | \$0.2728 |
| Week 3 Ending 06/16/01 | \$1.9460 | \$1.0144 | \$1.6325 | \$0.2777 |
| Week 4 Ending 06/23/01 | \$1.9672 | \$1.0118 | \$1.6399 | \$0.2879 |
| Wtd. Monthly Average | \$1.9263 | \$1.0148 | \$1.6211 | \$0.2764 |

²The cheese price is a weighted average of the:
(a) NASS 40 lb. block cheese and (b) NASS 500
lb. barrel cheese (38% moisture) plus 3 cents.

Notes: These prices were computed using the formulas in the U.S. District Court's preliminary injunction order dated January 31, 2001. The price formulas may be found at:
www.ams.usda.gov/dairy/price_formula.htm

Regional Milk Production Costs (\$/cwt)

| | Total Cash Expenses | | Total Economic Costs | |
|-----------------|---------------------|---------------|----------------------|---------------|
| | <u>May 01</u> | <u>Jun 01</u> | <u>May 01</u> | <u>Jun 01</u> |
| Northeast | \$15.56 | \$15.91 | \$20.55 | \$20.85 |
| Southeast | 15.18 | 15.48 | 18.87 | 19.18 |
| Upper Midwest | 14.05 | 14.35 | 18.76 | 18.99 |
| Corn Belt | 15.03 | 15.32 | 20.95 | 21.21 |
| Southern Plains | 13.31 | 13.57 | 16.64 | 16.88 |
| Pacific | 9.89 | 10.09 | 11.59 | 11.74 |

USDA, Economic Research Service (202) 694-5588