



MARKET ADMINISTRATOR

Central Federal Order No. 32

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**United States
Department of
Agriculture**

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Dairy Programs

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Central Federal Milk Order #32 Announcement Of "Advanced" Class Prices For October 2001 Released On September 21, 2001

Class I Price @ 3.5% Butterfat

\$2.00 Location Adjustment @ Jackson County (MO)	\$17.93 /cwt
Fluid Milk Promotion Order Processor Assessment ¹	+0.20
	\$18.13

Class I Butterfat Price

\$2.00 Location Adjustment @ Jackson County (MO)	\$2.5360 /lb
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Class I Skim Price

\$2.00 Location Adjustment @ Jackson County (MO)	\$9.38 /cwt
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Class II Skim Price

\$8.00 /cwt

Class II Nonfat Solids Price

\$0.8889 /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 October 2001 Released On November 2, 2001

Class II Price @ 3.5% BF	13.53	/cwt
Class II Butterfat	1.6596	/lb
Class III Price @ 3.5% BF	14.60	/cwt
Class III Skim Milk	9.14	/cwt
Class IV Price @ 3.5% BF	12.77	/cwt
Class IV Skim Milk	7.24	/cwt
Butterfat Price	1.6526	/lb
Nonfat Solids Price	0.8041	/lb
Protein Price	2.6664	/lb
Other Solids Price	0.1482	/lb
Somatic Cell Adjustment Rate	0.00078	/cwt
Per 1,000 Somatic Cell Count		

Change In Price Announcement Release Time . . .

NASS has moved up the scheduled release time to 12 noon EST for the November 23rd Dairy Product Prices report. This report had been scheduled to be released at 3 pm EST.

Dairy Programs should release the Advance Class Prices for December 2001 by 1 pm EST.

The Central federal order price announcement is continued on the next page.

"Advanced" Pricing Factors For October 2001

Released On September 21, 2001

Prices Used Only In Calculating Advanced Class I & II Prices

Advanced Class III Skim Milk Price	\$7.38	/cwt
Advanced Butterfat Price	\$2.5160	/lb
Advanced Class III Price @ 3.5% BF	\$15.93	/cwt
Advanced Class IV Skim Milk Price	\$7.30	/cwt
Advanced Class IV Price @ 3.5% BF	\$15.85	/cwt

Base Price @ 3.5% BF For Class I **\$15.93 /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	\$2.1781	\$0.9506	\$1.7136	\$0.2876

⁽²⁾ The 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.

Component Prices For October 2001

Released On November 2, 2001

	<u>Butter</u>	<u>Nonfat Dry Milk</u>	<u>Cheese²</u>	<u>Dry Whey</u>
Week 1 Ending 10/06/01	\$1.7349	\$0.9485	\$1.7022	\$0.2842
Week 2 Ending 10/13/01	\$1.5472	\$0.9450	\$1.6441	\$0.2836
Week 3 Ending 10/20/01	\$1.3824	\$0.9400	\$1.5131	\$0.2822
Week 4 Ending 10/27/01	\$1.2662	\$0.9428	\$1.3694	\$0.2841
Wtd. Monthly Average	\$1.4701	\$0.9441	\$1.5591	\$0.2835

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>Sep 01</u>	<u>Oct 01</u>	<u>Sep 01</u>	<u>Oct 01</u>
Northeast	\$15.42	\$15.66	\$20.36	\$20.61
Southeast	15.12	15.36	18.88	19.11
Upper Midwest	14.04	14.18	18.67	18.82
Corn Belt	14.95	15.13	20.82	21.01
Southern Plains	13.31	13.50	16.64	16.83
Pacific	9.94	10.05	11.60	11.71

USDA, Economic Research Service (202) 694-5588