



UPPER MIDWEST DAIRY NEWS

H. Paul Kyburz, Market Administrator

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CME Cheese and Butter Prices Plummet

Prices for cheddar cheese and butter on the Chicago Mercantile Exchange (CME) declined sharply in recent days and are at their lowest levels since last February.

In mid-October, CME prices for barrels and 40-pound blocks of cheddar cheese were \$1.22 and \$1.25¼ per pound, respectively. The barrel price has declined 42¢ in the month of October, while

the block price is down 44¾¢. The CME butter price in mid-October was \$1.39¾ per pound, down 35¼¢ in October and nearly 83¢ below its peak in late August.

The sharply lower commodity prices will result in lower Federal order prices as well. The Upper Midwest Order base zone Class I (fluid) price for October is \$17.73 per cwt., while the Class III

(cheese) price for September is \$15.90 per cwt. These prices are the highest since Federal order reform in January 2000.

However, over the next two to three months, even with no further declines in the CME prices, both the Class I and Class III prices could decline by as much as \$6 per cwt.

September 2001 Producer Milk by Class

	Percent	Product Pounds	Price \$/cwt.
Class I	18.7	334,747,154	17.36
Class II	3.8	68,569,821	16.24
Class III	75.1	1,340,757,123	15.90
Class IV	2.4	42,522,500	15.59
Total		1,786,596,598	

Northeast Compact Expires

The Northeast Dairy Compact expired on October 1, 2001 when no legislation to extend it was passed by Congress.

The Compact was authorized by the 1996 Farm Bill, designed to be a transitional system until Federal order

reform was implemented. It was subsequently extended by Congress.

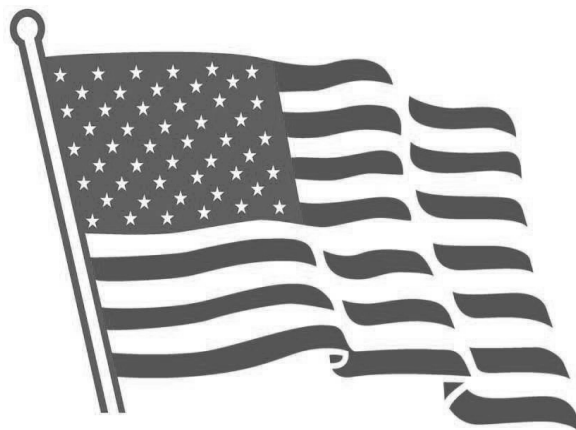
The purpose of the compact was to allow higher Class I (fluid) prices in the compact area, which included six Northeastern states.

Pool Summary

- In September, 15,363 producers delivered to the market with an average daily delivery of 3,906 pounds.
- Producer milk totaled 1.8 billion pounds, up 18% from August on a daily basis.
- Class I utilization totaled 335

million pounds, up 2% on a daily basis from August.

- Class I usage accounted for 18.7% of producer milk.
- The September Producer Price Differential is \$0.38 per cwt.
- The Statistical Uniform Price is \$16.28 per cwt., up \$0.22 from August and \$4.82 above September 2000.
- Market statistics for September are shown on Pages 4 and 5.



Mailbox Milk Prices

The Dairy Programs section of the Agricultural Marketing Service, through its Federal milk order Market Administrator offices, collects and publishes "mailbox milk prices".

Beginning in 2001, in an effort to provide mailbox price information that USDA believes would be more meaningful and useful, Dairy Programs began collecting and publishing mailbox price

data for reporting areas that are smaller than Federal-milk-order-wide. Federal-milk-order-wide prices were discontinued. The Upper Midwest Order, however, has continued to calculate and publish a market-wide mailbox price.

Mailbox prices for January through May 2001 are contained in the table below. In May 2001, the mailbox price for selected reporting areas in Federal orders

averaged \$15.29 per cwt. up \$1.00 from April and \$3.45 above May 2000.

The mailbox price is defined as the net price received by dairy farmers for milk, including all payments received for milk sold and deducting costs associated with marketing the milk.

All mailbox prices are reported at test; there is no adjustment to 3.5% butterfat.

Mailbox Milk Prices ^{1/} for Selected Reporting Areas in Federal Milk Orders and California -- 2001

Reporting Area ^{2/}	Jan	Feb	Mar	Apr	May
Northeast Federal Order	\$13.19	\$13.22	\$14.03	\$14.37	\$15.43
Appalachian States ^{3/}	14.64	14.04	14.65	15.24	15.95
Southeast States ^{4/}	14.99	14.23	14.79	15.33	16.10
Florida	16.66	15.90	16.54	17.05	17.69
Ohio	13.02	12.75	13.80	14.57	15.24
Michigan	12.85	12.64	13.61	14.23	15.12
Wisconsin	12.38	12.52	13.55	14.12	15.36
Minnesota	12.33	12.57	13.45	14.03	15.33
Illinois	12.37	12.35	13.16	13.73	15.04
Northern Missouri ^{5/}	12.25	12.15	12.99	13.48	14.61
Southern Missouri ^{6/}	13.56	12.94	13.69	14.11	15.03
Corn Belt States ^{7/}	12.19	12.26	13.13	13.72	14.80
Western Texas ^{8/}	13.12	12.76	13.70	14.17	15.00
New Mexico	12.21	12.01	12.96	13.47	14.20
Idaho	11.14	11.46	12.48	13.16	14.19
Utah	11.37	11.44	12.54	13.05	14.26
Northwest States ^{9/}	12.39	12.51	13.37	14.02	14.82
All Federal Order Areas ^{10/}	\$12.97	\$12.91	\$13.79	\$14.29	\$15.29
Upper Midwest Order ^{11/}	\$12.29	\$12.48	\$13.40	\$13.96	\$15.16
California ^{12/}	\$12.01	\$12.23	\$12.95	\$13.71	\$14.54



^{1/} Net pay price received by dairy farmers for milk. Includes all payments received for milk sold and all costs associated with marketing the milk. Price is a weighted average for the reporting area and is reported at the average butterfat test.

^{2/} Information is shown for those areas for which prices are reported for at least 75% of the milk marketed under Federal milk orders. The price shown is the weighted average of the prices reported for all orders that received milk from the area.

^{3/} Includes Kentucky, North Carolina, South Carolina, Tennessee, and Virginia.

^{4/} Includes Alabama, Arkansas, Georgia, Louisiana, and Mississippi.

^{5/} All counties to the north of Vernon, Cedar, Polk, Dallas, Laclede, Texas, Dent, Crawford, Washington, St. Francois, and Perry.

^{6/} The counties listed in footnote 5 and all those to the south of these.

^{7/} Includes Iowa, Kansas, and Nebraska.

^{8/} All counties to the west of Fanin, Hunt, Van Zandt, Henderson, Anderson, Houston, Cherokee, Nacogdoches, and Shelby.

^{9/} Includes Oregon and Washington.

^{10/} Weighted average of the information for all selected reporting areas in Federal milk orders.

^{11/} This mailbox price is calculated by the Upper Midwest Order Market Administrator's Office and includes information for all milk pooled on the order.

^{12/} California is not part of the Federal Order program. However, the California Department of Food and Agriculture, Dairy Marketing Branch calculates a mailbox price and publishes it in the "California Dairy Information Bulletin".

Members Appointed to National Dairy Board

The Secretary of Agriculture recently appointed nine new members and reappointed four incumbents to the National Dairy Promotion and Research Board (NDPRB). All, except one, will serve three-year terms beginning November 1, 2001.

The list in the box to the right shows, effective November 1, 2001, the members of the NDPRB representing the seven states comprising the Upper Midwest Order.

The NDPRB, composed of 36 dairy farmers representing 13 geographic regions of the contiguous United States, administers a coordinated program of promotion, research and nutrition education. Established by the Dairy and Tobacco Adjustment Act of 1983, the NDPRB is authorized to design programs to strengthen the dairy industry's position in domestic and foreign markets.

The national program is financed by a mandatory 15¢ per cwt. assessment on milk produced in the contiguous 48 states and marketed commercially by dairy farmers. USDA's Agricultural Marketing Service monitors the activities of the board.

Patricia M. Boettcher

Bloomer, Wisconsin
1st Term Expires 10/31/02

Wayne E. Dykshorn

Ireton, Iowa
1st Term Expires 10/31/03

Arlon E. Fritsche

New Ulm, Minnesota
1st Term Expires 10/31/03

Rosalie M. Geiger

Reedsville, Wisconsin
1st Term Expires 10/31/04

Loren E. Jons

Bonesteel, South Dakota
1st Term Expires 10/31/03

Janet M. Nelson

Prairie Farm, Wisconsin
1st Term Expires 10/31/02

Allard L. Peck

Chippewa Falls, Wisconsin
1st Term Expires 10/31/03

Glen Schroeder

Caledonia, Minnesota
2nd Term Expires 10/31/02

Connie M. Seefeldt

Coleman, Wisconsin
1st Term Expires 10/31/03

Mideast Federal Order Hearing Being Held

A public hearing is being held to consider proposals that would amend certain pooling and related provisions of the Mideast Order, which covers portions of Indiana, Kentucky, Michigan, Ohio, Pennsylvania, and West Virginia.

The hearing is scheduled to begin at 8:30 a.m. on Tuesday, October 23, 2001 in Wadsworth, Ohio.

A copy of the hearing notice can be obtained by calling the Mideast Order at (440) 826-3220, or by visiting their website at: www.fmmaclev.com.

New Chief of Order Formulation Named

Clifford M. Carmen was appointed Chief of the Order Formulation Branch of the Dairy Programs section of the USDA Agricultural Marketing Service, effective September 23, 2001. He replaces John Borovies, who recently retired. One of the primary functions of the Order Formulation Branch is to handle Federal milk order amendment proceedings.

Carmen has been a senior marketing specialist with Order Formulation since January 1994. He was employed by dairy cooperatives in the Northeast from 1986 through 1993. Prior experience with USDA (1972-1986) includes authoring the Dairy Outlook and Situation Report published by the Economic Research Service.

Upper Midwest Pool Statistics - September 2001

Market Class I Differential Rate	Pool Plants	Received at Pool Plants	Diverted to Pool and Nonpool Plants	Total	Location Adjustment to Producers	Class I Differential to Handlers	
<i>Cwt.</i>	<i>Number</i>	<i>Pounds</i>	<i>Pounds</i>	<i>Pounds</i>	<i>Value</i>	<i>Pounds</i>	<i>Value</i>
\$1.80	6	25,543,855	55,244,207	80,788,062	\$ 0	53,923,730	\$ 970,627
\$1.75	36	182,565,222	321,493,254	504,058,476	252,030	128,402,578	2,247,045
\$1.70	41	169,336,000	825,645,938	994,981,938	994,982	126,023,482	2,142,399
\$1.65	8	32,197,400	24,412,765	56,610,165	84,915	26,397,364	435,557
Other	0	0	150,157,957	150,157,957	113,449	0	0
Total	91	409,642,477	1,376,954,121	1,786,596,598	\$1,445,376	334,747,154	\$5,795,628

Computation of Producer Price Differential - September 2001

	Utilization Percentage	Product Pounds	Component Pounds	Rate	Value
Class I					
Differential Value					\$ 5,795,628.02
Product	18.7%	334,747,154			
Skim Milk			329,450,203	\$ 7.9900	26,323,071.25
Butterfat			5,296,951	2.2432	11,882,120.49
Class II					
Product	3.8%	68,569,821			
Nonfat Solids			5,568,172	0.8822	4,912,241.37
Butterfat			6,980,115	2.4519	17,114,544.01
Class III					
Product	75.1%	1,340,757,123			
Protein			40,653,043	2.1647	88,001,642.19
Other Solids			76,403,209	0.1520	11,613,287.83
Butterfat			48,464,589	2.4449	118,491,073.62
Class IV					
Product	2.4%	42,522,500			
Nonfat Solids			3,427,303	0.8097	2,775,087.21
Butterfat			4,693,677	2.4449	11,475,570.89
SCC Adjustment (Class II, III, and IV)					(160,125.77)
Total Producer Milk *		1,786,596,598			\$298,224,141.11
Add:					
Overage					120,271.54
Inventory Reclassified					38,553.11
Other Source Milk \$.60(h)					0.00
Other Source Milk \$.60(i)					0.00
Subtract:					
Transportation Credit					243,316.34
Assembly Credit					261,800.05
Credit for Reconstituted FMP					0.00
Producer Milk Protein					117,122,994.08
Producer Milk Other Solids					15,469,332.32
Producer Milk Butterfat					159,982,843.28
Producer Milk SCC Adjustment					(196,366.33)
Total Milk and Value		1,786,596,598			\$ 5,499,046.02
Add:					
Location Adjustment -- Producer and Unregulated Supply Plant Milk					1,445,375.65
One-Half Unobligated Balance Producer Settlement Fund					690,133.84
Total Value				0.427324	\$ 7,634,555.51
Subtract:					
Producer Settlement Fund Reserve				0.047324	845,488.44
Producer Price Differential **				\$0.38	\$6,789,067.07

* An estimated 14 million pounds of milk was not pooled.

** Price is Dollars per Cwt. at the Base Zone of Cook County, Illinois.



Utilization and Classification

	September 2001		August 2001	September 2000
	Product Pounds	Butterfat Pounds	Product Pounds	Product Pounds
Class I Utilization:				
Packaged Disposition				
Milk	51,312,736	1,676,758	55,912,616	52,155,956
Flavored Milk	5,617,650	175,867	5,528,340	7,562,661
Reduced Fat Milk	126,868,356	2,508,188	137,336,943	132,675,030
Lowfat Milk	44,894,886	445,916	44,829,555	44,074,597
Fat Free Milk	82,739,253	96,056	84,957,771	84,843,849
Flavored Reduced and Fat Free Milk	26,358,116	227,930	17,025,162	25,053,867
Buttermilk	2,500,999	25,940	2,988,302	2,681,650
Total Packaged Disposition	340,291,996	5,156,655	348,578,689	349,047,610
Total Ending Inventory	29,941,344	456,399	31,411,608	26,320,985
Bulk to Nonpool Plants	4,717,703	107,889	3,344,472	8,583,387
Shrinkage	3,864,190	179,643	4,322,209	3,384,310
Total Class I Utilization	378,815,233	5,900,586	387,656,978	387,336,292
Other Order Plants	(11,047,578)	(108,149)	(23,435,669)	(13,561,957)
Beginning Inventory	(31,398,692)	(479,070)	(24,814,539)	(28,520,333)
Reused Products	0	0	0	0
Other Source Milk	(252,123)	(4,929)	(296,149)	(198,219)
Overage	0	0	0	--
Interhandler Adjustment	(1,369,686)	(11,487)	(274,283)	(79,642)
Class I Producer Milk	334,747,154	5,296,951	338,836,338	344,976,141
Class II Utilization:				
Total Class II Utilization	83,616,046	7,969,169	101,088,181	68,473,807
Other Order Plants	(3,450,456)	(99,855)	(15,380,088)	(3,093,250)
Beginning Inventory	(1,485,634)	(125,664)	(9,551,325)	(2,709,338)
Reused Products	(9,373,226)	(26,626)	(15,142,168)	(5,367,478)
Other Source Milk	(736,909)	(736,909)	(1,691,129)	(984,334)
Overage	--	--	--	(338,606)
Class II Producer Milk	68,569,821	6,980,115	59,323,471	55,980,801
Class III Utilization:				
Total Class III Utilization	1,367,402,442	49,201,355	1,171,042,458	1,323,112,563
Other Order Plants	(20,146,772)	(649,944)	(20,796,933)	(18,158,564)
Beginning Inventory	(2,027,562)	(21,846)	(3,528,500)	(4,255,544)
Reused Products	0	0	0	0
Other Source Milk	(4,421,124)	(63,798)	(4,086,423)	(7,003,521)
Overage	(49,861)	(1,178)	(86,655)	(237,623)
Class III Producer Milk	1,340,757,123	48,464,589	1,142,543,947	1,293,457,311
Class IV Utilization:				
Total Class IV Utilization	66,870,554	6,279,012	45,733,294	35,473,422
Other Order Plants	(10,613,088)	(740,752)	(9,841,859)	(7,339,074)
Beginning Inventory	(6,540,652)	(459,502)	(8,358,975)	(8,568,108)
Reused Products	0	0	0	0
Other Source Milk	(6,852,668)	(379,168)	(10,143,832)	(5,790,577)
Overage	(341,646)	(5,913)	(24,242)	(179,021)
Class IV Producer Milk	42,522,500	4,693,677	17,364,386	13,596,642
Total Producer Milk -- All Classes	1,786,596,598	65,435,332	1,558,068,142	1,708,010,895

-- Restricted Information

Commodity Prices

Month/Year	Weighted Monthly Average NASS Prices *						Weighted Two-Week Average NASS Prices *					
	Cheddar Cheese			Butter	NFDM	Dry Whey	Cheddar Cheese			Butter	NFDM	Dry Whey
	Blocks	Barrels	Average				Blocks	Barrels	Average			
	<i>Dollars per Pound</i>						<i>Dollars per Pound</i>					
Sep 2000	1.2653	1.1719	1.2315	1.1560	1.0166	0.1856	1.2720	1.1797	1.2380	1.1444	1.0168	0.1856
Oct	1.1940	1.1032	1.1602	1.1344	1.0127	0.1826	1.2293	1.1486	1.2012	1.1337	1.0143	0.1820
Nov	1.0284	0.9906	1.0245	1.4051	1.0159	0.1917	1.0343	0.9874	1.0259	1.2032	1.0157	0.1881
Dec	1.0835	1.0645	1.0898	1.4698	1.0158	0.2172	1.0824	1.0702	1.0930	1.6110	1.0159	0.2194
Jan 2001	1.0991	1.1017	1.1180	1.1725	1.0165	0.2484	1.1171	1.1147	1.1340	1.1279	1.0172	0.2446
Feb	1.1077	1.1436	1.1467	1.3143	1.0137	0.2561	1.0935	1.1431	1.1402	1.3026	1.0135	0.2603
Mar	1.2434	1.2658	1.2737	1.4942	1.0127	0.2406	1.2446	1.2725	1.2769	1.4862	1.0132	0.2406
Apr	1.3359	1.3173	1.3423	1.7126	1.0145	0.2446	1.3305	1.3041	1.3326	1.6637	1.0154	0.2434
May	1.4885	1.5036	1.5129	1.8527	1.0180	0.2590	1.4395	1.4696	1.4731	1.8397	1.0173	0.2535
Jun	1.6058	1.6035	1.6211	1.9263	1.0148	0.2764	1.6030	1.6101	1.6232	1.9275	1.0158	0.2753
Jul	1.6551	1.6293	1.6573	1.9094	0.9634	0.2862	1.6539	1.6206	1.6521	1.9364	0.9730	0.2874
Aug	1.6690	1.6395	1.6693	1.9990	0.9473	0.2886	1.6652	1.6430	1.6696	1.9544	0.9445	0.2871
Sep	1.7107	1.6768	1.7085	2.1198	0.9497	0.2871	1.7183	1.6800	1.7136	2.1781	0.9506	0.2876

Month/Year	Chicago Mercantile Exchange							
	Butter	Cheddar Cheese		NFDM		Dry Whey		
	Grade AA	Blocks	Barrels	Central	Western	Central	Western	
	<i>Dollars per Pound</i>							
Sep 2000	1.1727	1.2953	1.2360	1.0244	1.0100	0.1753	0.1853	
Oct	1.1462	1.0463	1.0052	1.0233	1.0063	0.1817	0.1819	
Nov	1.6490	1.0588	1.0306	1.0308	1.0094	0.2109	0.1913	
Dec	1.3700	1.1233	1.1095	1.0429	1.0111	0.2528	0.2111	
Jan 2001	1.2531	1.0912	1.0860	1.0364	1.0127	0.2719	0.2383	
Feb	1.3852	1.2184	1.2232	1.0316	1.0103	0.2514	0.2370	
Mar	1.5708	1.3161	1.2770	1.0313	1.0117	0.2389	0.2362	
Apr	1.8217	1.4180	1.3885	1.0426	1.0125	0.2502	0.2413	
May	1.8713	1.6023	1.5665	1.0399	1.0134	0.2684	0.2551	
Jun	1.9783	1.6599	1.6137	1.0251	0.9960	0.2948	0.2632	
Jul	1.8971	1.6699	1.6312	1.0027	0.9598	0.2964	0.2707	
Aug	2.0880	1.7126	1.6415	0.9903	0.9616	0.2786	0.2717	
Sep	2.0563	1.7174	1.6707	0.9932	0.9705	0.2926	0.2750	

Market Statistics

Month/Year	Distributing Plants	Supply Plants	Coop .9(c) Handlers	Producers	Total Producer Milk	Estimated Average Daily Delivery	Class I Utilization	Butterfat Test	Protein Test	Other Solids Test	Weighted Average SCC
					Mil. lbs.	Pounds	Percent	Percent	Percent	Percent	
										(000)	
Sep 2000	25	67	10	17,362	1,708	3,357	20.2	3.68	3.02	5.69	360
Oct	25	65	10	16,870	1,638	3,352	20.9	3.78	3.07	5.68	324
Nov	26	61	12	16,223	1,594	3,397	21.7	3.83	3.09	5.69	314
Dec	27	60	11	15,978	1,657	3,416	20.4	3.85	3.10	5.66	317
Jan 2001	26	58	11	16,027	1,729	3,563	19.9	3.81	3.05	5.67	338
Feb	28	57	11	15,843	1,579	3,637	19.7	3.79	3.05	5.70	332
Mar	27	57	11	15,331	1,726	3,710	20.1	3.77	3.03	5.69	335
Apr	26	56	11	14,635	1,687	3,943	18.6	3.73	2.99	5.72	332
May	27	56	11	13,753	1,600	3,877	20.7	3.66	2.97	5.73	335
Jun	26	55	11	12,748	1,514	4,050	19.8	3.61	2.95	5.71	347
Jul	26	56	11	12,831	1,501	3,849	20.2	3.55	2.90	5.70	377
Aug	30	63	11	13,371	1,558	3,810	21.8	3.55	2.92	5.69	396
Sep	27	64	10	15,363	1,787	3,906	18.7	3.66	3.03	5.70	363

* NASS = National Agricultural Statistics Service, USDA.

Class Prices

Month/Year	Class I Price Mover			Class I Price at Cook County, IL			Class II Price			
	Butterfat	Skim Milk	3.50%	Butterfat	Skim Milk	3.50%	Butterfat	Nonfat Solids	Skim Milk	3.50%
	<i>lb.</i>	<i>cwt.</i>	<i>cwt.</i>	<i>lb.</i>	<i>cwt.</i>	<i>cwt.</i>	<i>lb.</i>	<i>lb.</i>	<i>cwt.</i>	<i>cwt.</i>
Sep 2000	1.2591	7.70	11.84	1.2771	9.50	13.64	1.2777	0.9333	8.40	12.58
Oct	1.2566	7.76	11.89	1.2746	9.56	13.69	1.2514	0.9400	8.46	12.54
Nov	1.2435	7.74	11.82	1.2615	9.54	13.62	1.5815	0.9378	8.44	13.68
Dec	1.3283	7.75	12.13	1.3463	9.55	13.93	1.6604	0.9389	8.45	13.97
Jan 2001	1.8244	7.88	13.99	1.8424	9.68	15.79	1.2966	0.9533	8.58	12.82
Feb	1.2352	7.89	11.94	1.2532	9.69	13.74	1.4696	0.9544	8.59	13.43
Mar	1.4483	7.86	12.65	1.4663	9.66	14.45	1.6890	0.9511	8.56	14.17
Apr	1.6722	7.86	13.44	1.6902	9.66	15.24	1.9553	0.9511	8.56	15.10
May	1.8887	7.88	14.21	1.9067	9.68	16.01	2.1261	0.9533	8.58	15.72
Jun	2.1033	7.90	14.99	2.1213	9.70	16.79	2.2159	0.9556	8.60	16.05
Jul	2.2104	7.88	15.34	2.2284	9.68	17.14	2.1953	0.9533	8.58	15.96
Aug	2.2212	7.90	15.40	2.2392	9.70	17.20	2.3046	0.9111	8.20	15.98
Sep	2.2432	7.99	15.56	2.2612	9.79	17.36	2.4519	0.8822	7.94	16.24
Oct	2.5160	7.38	15.93	2.5340	9.18	17.73		0.8889	8.00	

Month/Year	Class III Price					Class IV Price			
	Butterfat	Protein	Other Solids	Skim Milk	3.50%	Butterfat	Nonfat Solids	Skim Milk	3.50%
	<i>lb.</i>	<i>lb.</i>	<i>lb.</i>	<i>cwt.</i>	<i>cwt.</i>	<i>lb.</i>	<i>lb.</i>	<i>cwt.</i>	<i>cwt.</i>
Sep 2000	1.2707	2.0137	0.0502	6.54	10.76	1.2707	0.8624	7.76	11.94
Oct	1.2444	1.8028	0.0471	5.87	10.02	1.2444	0.8585	7.73	11.81
Nov	1.5745	0.9149	0.0565	3.17	8.57	1.5745	0.8617	7.76	13.00
Dec	1.6534	1.0378	0.0829	3.71	9.37	1.6534	0.8616	7.75	13.27
Jan 2001	1.2896	1.6181	0.1120	5.68	9.99	1.2896	0.8765	7.89	12.13
Feb	1.4626	1.4951	0.1199	5.34	10.27	1.4626	0.8737	7.86	12.70
Mar	1.6820	1.6498	0.1039	5.73	11.42	1.6820	0.8727	7.85	13.46
Apr	1.9483	1.5443	0.1081	5.43	12.06	1.9483	0.8745	7.87	14.41
May	2.1191	1.9108	0.1229	6.65	13.83	2.1191	0.8780	7.90	15.04
Jun	2.2089	2.1670	0.1409	7.55	15.02	2.2089	0.8748	7.87	15.33
Jul	2.1883	2.3175	0.1510	8.08	15.46	2.1883	0.8234	7.41	14.81
Aug	2.2976	2.2188	0.1535	7.78	15.55	2.2976	0.8073	7.27	15.06
Sep	2.4449	2.1647	0.1520	7.61	15.90	2.4449	0.8097	7.29	15.59

Producer Prices

Month/Year	Producer Price Differential	Statistical Uniform Price (at 3.50%)	Butterfat Price	Protein Price	Other Solids Price	SCC Adjustment Rate	Producer Mailbox Price (at test)
	<i>\$ per cwt.</i>	<i>\$ per cwt.</i>	<i>\$ per lb.</i>	<i>\$ per lb.</i>	<i>\$ per lb.</i>	<i>\$ per cwt.</i>	<i>\$ per cwt.</i>
May 2000	0.90	10.27	1.2854	1.5514	0.0403	0.00055	11.10
Jun	0.97	10.43	1.4128	1.4278	0.0438	0.00056	11.35
Jul	0.70	11.36	1.2691	1.9726	0.0557	0.00061	11.97
Aug	0.84	10.97	1.2659	1.7952	0.0577	0.00058	11.76
Sep	0.70	11.46	1.2707	2.0137	0.0502	0.00062	12.43
Oct	0.86	10.88	1.2444	1.8028	0.0471	0.00058	12.00
Nov	1.43	10.00	1.5745	0.9149	0.0565	0.00051	11.56
Dec	1.23	10.60	1.6534	1.0378	0.0829	0.00054	12.27
Jan 2001	1.03	11.02	1.2896	1.6181	0.1120	0.00056	12.29
Feb	0.88	11.15	1.4626	1.4951	0.1199	0.00057	12.48
Mar	0.78	12.20	1.6820	1.6498	0.1039	0.00064	13.40
Apr	0.83	12.89	1.9483	1.5443	0.1081	0.00067	13.96
May	0.67	14.50	2.1191	1.9108	0.1229	0.00076	15.16
Jun	0.50	15.52	2.2089	2.1670	0.1409	0.00081	
Jul	0.45	15.91	2.1883	2.3175	0.1510	0.00083	
Aug	0.51	16.06	2.2976	2.2188	0.1535	0.00083	
Sep	0.38	16.28	2.4449	2.1647	0.1520	0.00085	

Summary of Federal Order Data - September 2001

Federal Order Number / Name	Producer Deliveries <i>— Thousand Pounds —</i>	Class I Producer Receipts <i>— Thousand Pounds —</i>	Class I Utilization <i>Percent</i>	Class I Price <i>— Dollars per Cwt. —</i>	Producer Price Differential <i>— Dollars per Cwt. —</i>	Uniform or Statistical Uniform Price at 3.5% Butterfat		
						FOB Market <i>— Dollars per Cwt. —</i>	FOB Cook Cty. Illinois <i>— Dollars per Cwt. —</i>	Change From Previous Year
1 Northeast	1,975,637	881,020	44.6	\$ 18.81	\$ 1.86	\$ 17.76	\$ 16.31	\$ 4.13
5 Appalachian	508,470	350,618	69.0	18.66	n/a	18.17	16.87	3.76
6 Florida	199,937	178,719	89.4	19.56	n/a	19.45	17.25	3.86
7 Southeast	588,404	379,792	64.5	18.66	n/a	18.09	16.79	3.93
30 Upper Midwest	1,786,597	334,747	18.7	17.36	0.38	16.28	16.28	4.82
32 Central	1,407,790	397,384	28.2	17.56	0.66	16.56	16.36	4.59
33 Mideast	1,322,875	542,242	41.0	17.56	0.97	16.87	16.67	4.34
124 Pacific Northwest	610,209	167,237	27.4	17.46	0.44	16.34	16.24	4.23
126 Southwest	674,073	333,123	49.4	18.56	1.70	17.60	16.40	4.32
131 Arizona-Las Vegas	223,223	78,195	35.0	17.91	n/a	16.70	16.15	4.38
135 Western	447,492	81,889	18.3	17.46	0.42	16.32	16.22	4.38
All Market Average or Total *	9,744,707	3,724,965	38.2					

n/a = Not applicable. * May not add due to rounding.

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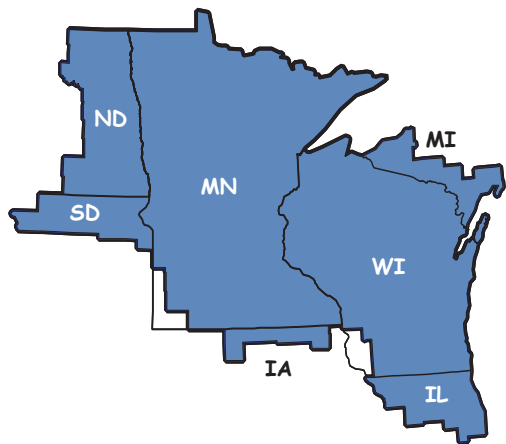
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