



UPPER MIDWEST DAIRY NEWS

H. Paul Kyburz, Market Administrator

Volume 4, Issue 9

Upper Midwest Marketing Area, Federal Order No. 30

September 2003

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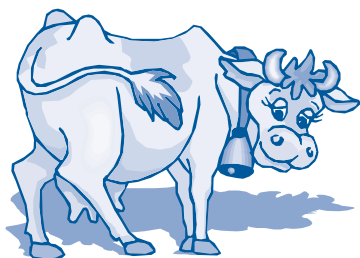
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Upper Midwest Order Interim Amendments Made Permanent

The U.S. Secretary of Agriculture recently issued an Order Amending the Order for the Upper Midwest Marketing Area, published in the *Federal Register* on August 22, 2003.

The amended order became effective September 1, 2003.

This order adopts without change the interim final rule concerning pooling provisions.

Specifically, the order continues to prohibit the ability to simultaneously pool the same milk on the Upper Midwest Federal Milk Order and a State-operated milk order that has marketwide pooling.

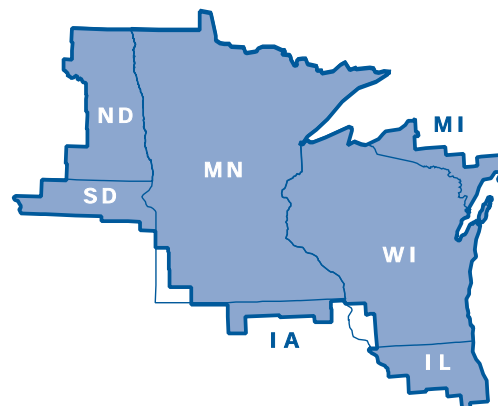
Additionally, the decision limits the amount of milk that can be diverted to nonpool plants from pool distributing plants regulated under the order.

The amendments have been in effect on an interim basis since May 1, 2002, and are based on the record of a public hearing held at Bloomington, Minnesota in June 2001.

More than the required two-thirds of producers in the Upper Midwest Marketing Area have approved the issuance of the final order amendments.

A paper copy of the decision can be obtained by calling Harold Ferguson at (888) 301-8224, Ext. 231. An electronic version of the document is available on our web site at www.fmma30.com.

Upper Midwest Marketing Area



Pool Summary

- In August, 9,425 producers delivered to the market with an average daily delivery of 4,025 pounds.
- Producer milk totaled 644 million pounds, down 16 million pounds from July. Because of inverse pricing, handlers elected not to pool a significant volume of Class III diverted milk.
- Class I utilization totaled 326 million pounds, down 0.5% from July. Class I

usage accounted for 50.6% of producer milk.

- The August Producer Price Differential (PPD) is (\$1.58) per cwt. Inverted prices caused the PPD to be negative.
- The Statistical Uniform Price is \$12.22 per cwt., up \$0.85 from July and \$2.02 above August 2002.
- Market statistics for August are shown on Pages 4 and 5.

August 2003 Producer Milk by Class

	Percent	Product Pounds	Price \$/cwt.
Class I	50.6	326,154,686	12.77
Class II	18.4	118,743,481	10.81
Class III	8.4	53,759,927	13.80
Class IV	22.6	145,463,603	10.14
Total		644,121,697	

Central Milk Order to be Amended

On August 27, the U.S. Department of Agriculture announced a final decision to make certain provisions, which had previously been implemented on an interim basis, permanent under the Central Milk Marketing Order.

The Central Order borders the Upper Midwest Order to the south and includes all or part of ten states in the central part of the U.S., as shown in the map below.

This decision continues to eliminate the ability to simultaneously pool milk on the Central milk order when the same milk is already pooled on a State-operated milk order that has marketwide pooling. Other provisions of the decision will:

- establish lower but year-round supply plant performance standards;
- not consider the volume of milk shipments to distributing plants regulated by another Federal milk order as a qualifying shipment on the Central Order;
- exclude from receipts diverted milk shipments made by a pool plant to another pool plant in determining pool plant diversion limits; and

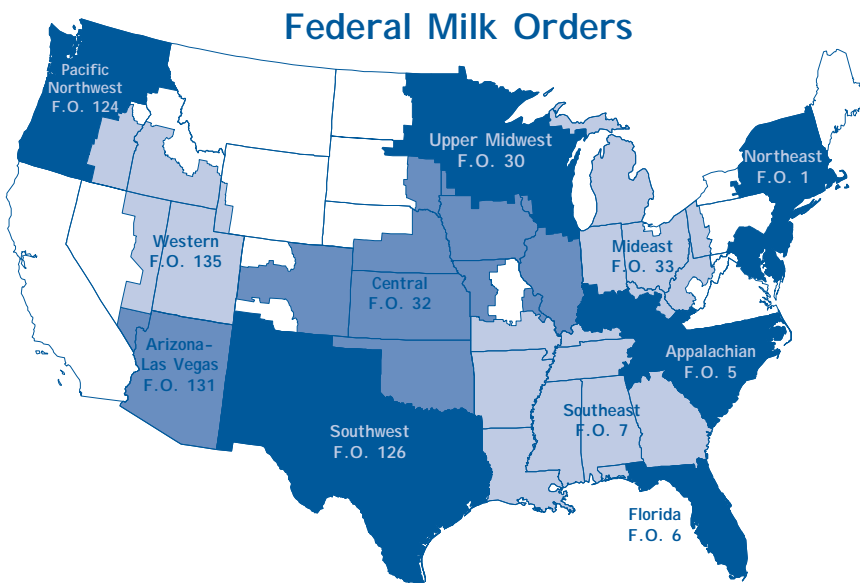
- establish a "net shipments" provision for milk deliveries to distributing plants.

This final decision leaves the results of the tentative final decision, published in November 2002, unchanged, but requires a vote by producers for final approval.

If producers approve the order as amended by this final decision, a final rule will follow to implement these changes.

This decision is based on testimony and evidence given at a public hearing in November 2001 in Kansas City, Missouri.

For additional information about the decision, contact: Donald R. Nicholson, USDA/AMS/ Dairy Programs, P.O. Box 14650, Shawnee Mission, KS 66285-4650; Telephone: (913) 495-9300; e-mail: donald.nicholson@fmmcentral.com.



Changes to National Promotion Program

The U.S. Department of Agriculture recently announced amendments to the Dairy Promotion and Research Order that became effective on September 4, 2003.

Under the amendments, member representation in 4 of the 13 geographic regions of the National Dairy Promotion and Research Board will be modified to better reflect current milk production in the specified regions.

The National Dairy Promotion and Research Board, which administers the

Dairy Research and Promotion Order, proposed the amendments. The order requires that regional representation be reviewed periodically and changed when necessary to best reflect milk production volume within regions.

Based on the Board's review of 2002 milk production data: Regions 1 (Oregon and Washington) and 2 (California) each will gain one board member, while Regions 5 (Minnesota, North Dakota, and South Dakota) and 10 (Florida, Georgia, North Carolina, South

Carolina, and Virginia) each will lose one board member.

The program is financed by a mandatory 15¢ per cwt. assessment on all milk produced by dairy farmers in the contiguous 48 States and marketed commercially.

Additional information may be obtained from David R. Jamison at david.jamison2@usda.gov, Telephone: (202) 720-6961 or Dairy Programs, AMS, USDA, 1400 Independence Avenue, SW, Stop 0233, Room 2958-S, Washington, D.C. 20250-0233.

Invitation for Proposals Issued

September 19, 2003 was the deadline for submitting proposals to be included in a possible hearing.

Dairy Farmers of America (DFA) has requested that the Department of Agriculture (USDA) hold an emergency public hearing to consider a proposal to amend the fluid milk product definition in all 11 Federal milk marketing orders. DFA's position is that products "intended to be consumed in fluid form" should be classified and priced as Class I.

Copies of the DFA proposal may be obtained from Antoinette Carter, Marketing Specialist, Order Formulation and Enforcement, USDA/AMS/Dairy Programs, Room 2971-Stop 0231,

1400 Independence Avenue, SW, Washington, DC 20250-0231, Telephone: (202) 690-3465, e-mail: Antoinette.Carter@usda.gov.

This proposal has not yet been approved for inclusion in a Notice of Hearing. Before deciding whether a hearing should be held, USDA provided interested parties an opportunity to submit additional proposals regarding the definition of fluid milk products.

If USDA concludes that a hearing should be held, all known interested persons will be mailed a copy of the hearing notice. Anyone who desires to present evidence on proposals set forth in the hearing notice will have an opportunity to do so at the hearing.

Once a hearing notice is issued and until the issuance of a final decision, USDA employees involved in the decisional process may not discuss the merits of a proceeding on an ex parte basis with any persons having an interest in the proceeding.

For this purpose, the Market Administrators and their staffs are considered to be involved in the decisional process.

Thus, it is suggested that any discussions that you may wish to have with USDA personnel regarding hearing proposals be initiated soon. Procedural matters may be discussed at any time.

National Hearing to be Held on Reclassification Issues

A public hearing will be held to consider proposals to amend all 11 Federal milk marketing orders, including the Upper Midwest Order (see map on Page 2).

The proposals would reclassify evaporated milk in consumer-type packages and sweetened condensed milk in consumer-type packages from Class III products to Class IV products. Another proposal would reclassify bulk ending

inventory each month to the lower-priced class of Class III or Class IV.

Proponents have requested that the proposals be handled on an emergency basis.

The hearing will convene at 8:30 a.m. on October 21, 2003 at the following location:

Holiday Inn and Suites Alexandria
625 First Street

Alexandria, Virginia 22314
Telephone: (703) 548-6300 or
(877) 732-3318

For further information contact: Antoinette Carter, Marketing Specialist, Order Formulation and Enforcement, USDA/AMS/Dairy Programs, Room 2971-Stop 0231, 1400 Independence Avenue, SW, Washington, DC 20250-0231, Telephone: (202) 690-3465, e-mail: Antoinette.Carter@usda.gov.

Upper Midwest Pool Statistics - August 2003

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	5	54,435,570	2,055,447	56,491,017	\$ 0	47,335,596	\$ 852,041
\$1.75	41	187,183,499	49,391,743	236,575,242	118,288	138,367,076	2,421,424
\$1.70	36	187,487,292	17,548,853	205,036,145	205,036	117,873,423	2,003,848
\$1.65	5	28,548,601	1,694,803	30,243,404	45,365	22,578,591	372,547
Other	0	0	115,775,889	115,775,889	231,240	0	0
Total	87	457,654,962	186,466,735	644,121,697	\$599,929	326,154,686	\$5,649,860

Computation of Producer Price Differential - August 2003

	Utilization Percentage	Product Pounds	Component Pounds	Rate	Value
Class I					
Differential Value					\$ 5,649,859.56
Product	50.6%	326,154,686			
Skim Milk			320,984,454	\$ 7.0700	22,693,600.93
Butterfat			5,170,232	1.1854	6,128,793.04
Class II					
Product	18.4%	118,743,481			
Nonfat Solids			9,748,697	0.7378	7,192,588.62
Butterfat			9,426,629	1.2584	11,862,469.91
Class III					
Product	8.4%	53,759,927			
Protein			1,530,291	3.1438	4,810,928.82
Other Solids			3,007,356	0.0026	7,819.12
Butterfat			2,854,222	1.2514	3,571,773.39
Class IV					
Product	22.6%	145,463,603			
Nonfat Solids			12,461,505	0.6638	8,271,947.09
Butterfat			5,296,618	1.2514	6,628,187.79
SCC Adjustment (Class II, III, and IV)					29,597.58
Total Producer Milk *		644,121,697			\$ 76,847,565.85
Add:					
Overage					97,505.40
Inventory Reclassified					62,800.15
Other Source Milk \$.60(h)					0.00
Other Source Milk \$.60(i)					0.00
Subtract:					
Transportation Credit					208,253.63
Assembly Credit					259,324.85
Credit for Reconstituted FMP					0.00
Producer Milk Protein					58,955,162.68
Producer Milk Other Solids					95,226.68
Producer Milk Butterfat					28,466,473.07
Producer Milk SCC Adjustment					46,706.07
Total Milk and Value		644,121,697			\$ (11,023,275.58)
Add:					
Location Adjustment -- Producer and Unregulated Supply Plant Milk					599,928.81
One-Half Unobligated Balance Producer Settlement Fund					506,941.62
Total Value				(1.539524)	\$ (9,916,405.15)
Subtract:					
Producer Settlement Fund Reserve				0.040476	260,717.66
Producer Price Differential **				\$(1.58)	\$(10,177,122.81)

* An estimated 1.3 billion pounds of milk was not pooled.

** Producer Price Differential is dollars per cwt. at the Base Zone of Cook County, Illinois.



Utilization and Classification

	August 2003		July 2003	August 2002
	Product Pounds	Butterfat Pounds	Product Pounds	Product Pounds
Class I Utilization:				
Packaged Disposition				
Milk	56,625,398	1,889,343	54,525,409	58,628,734
Flavored Milk	5,730,644	182,725	5,423,114	5,351,859
Reduced Fat Milk	127,911,067	2,496,394	124,375,567	136,361,053
Lowfat Milk	44,307,617	428,686	43,273,987	46,415,582
Fat Free Milk	81,041,168	81,149	78,994,005	86,570,759
Flavored Reduced and Fat Free Milk	16,714,208	163,054	14,546,842	17,301,990
Buttermilk	2,685,898	30,628	2,714,122	2,798,652
Total Packaged Disposition	335,016,000	5,271,979	323,853,046	353,428,629
Total Ending Inventory	25,554,006	393,451	28,212,135	28,298,628
Bulk to Nonpool Plants	1,757,085	33,767	1,001,648	1,942,773
Shrinkage	1,671,210	103,783	1,808,498	3,719,807
Total Class I Utilization	363,998,301	5,802,980	354,875,327	387,389,837
Other Order Plants	(9,425,124)	(182,324)	(3,590,252)	(14,300,523)
Beginning Inventory	(28,212,135)	(447,134)	(23,778,687)	(28,373,404)
Reused Products	0	0	0	0
Other Source Milk	(203,467)	(3,672)	(208,918)	(435,721)
Overage	--	--	0	0
Interhandler Adjustment	(2,889)	382	506,602	(77,032)
Class I Producer Milk	326,154,686	5,170,232	327,804,072	344,203,157
Class II Utilization:				
Total Class II Utilization	139,929,824	10,758,941	128,178,941	62,218,442
Other Order Plants	(2,125,688)	(89,611)	(2,705,692)	(1,705,989)
Beginning Inventory	(3,130,065)	(211,812)	(4,968,282)	(3,149,444)
Reused Products	(14,663,451)	(29,022)	(14,271,399)	(10,837,657)
Other Source Milk	(1,112,223)	(999,412)	(1,361,294)	(778,743)
Overage	(154,916)	(2,455)	--	0
Class II Producer Milk	118,743,481	9,426,629	104,872,274	45,746,609
Class III Utilization:				
Total Class III Utilization	57,104,505	2,953,748	81,045,501	1,376,328,744
Other Order Plants	(1,252,508)	(43,473)	(1,504,341)	(34,951,011)
Beginning Inventory	(809,160)	(33,455)	(1,133,499)	(6,672,657)
Reused Products	0	0	0	0
Other Source Milk	(1,014,448)	(20,692)	(1,930,376)	(5,054,794)
Overage	(268,462)	(1,906)	(18,041)	(110,724)
Class III Producer Milk	53,759,927	2,854,222	76,459,244	1,329,539,558
Class IV Utilization:				
Total Class IV Utilization	189,920,580	7,492,605	178,046,965	30,894,788
Other Order Plants	(7,239,481)	(255,289)	(6,414,077)	(3,254,535)
Beginning Inventory	(10,861,655)	(565,981)	(13,637,988)	(8,015,222)
Reused Products	--	--	--	0
Other Source Milk	(26,248,175)	(1,333,696)	(7,045,024)	(9,381,907)
Overage	(107,666)	(41,021)	(62,519)	(8,901)
Class IV Producer Milk	145,463,603	5,296,618	150,887,357	10,234,223
Total Producer Milk -- All Classes	644,121,697	22,747,701	660,022,947	1,729,723,547

-- Restricted Information

Commodity Prices

Month/Year	Weighted Monthly Average NASS Prices *						Weighted Two-Week Average NASS Prices *					
	Cheddar Cheese			Nonfat			Cheddar Cheese			Nonfat		
	Blocks	Barrels	Average	Butter	Dry Milk	Dry Whey	Blocks	Barrels	Average	Butter	Dry Milk	Dry Whey
	<i>Dollars per Pound</i>						<i>Dollars per Pound</i>					
Aug 2002	1.1030	1.0996	1.1189	0.9925	0.9074	0.1571	1.1155	1.0993	1.1237	1.0010	0.9091	0.1559
Sep	1.1412	1.1155	1.1438	0.9431	0.9096	0.1755	1.1367	1.1159	1.1427	0.9297	0.9080	0.1703
Oct	1.2431	1.1391	1.2020	0.9945	0.9165	0.2131	1.2239	1.1366	1.1921	0.9697	0.9159	0.2081
Nov	1.1211	1.0733	1.1111	1.0107	0.9177	0.2223	1.1085	1.0610	1.0985	0.9991	0.9172	0.2234
Dec	1.1075	1.0991	1.1203	1.0926	0.8682	0.1965	1.1061	1.0993	1.1195	1.0813	0.8813	0.2038
Jan 2003	1.2225	1.1153	1.1370	1.0872	0.8207	0.1728	1.1175	1.1163	1.1358	1.1099	0.8287	0.1787
Feb	1.1508	1.0825	1.1299	1.0476	0.8111	0.1632	1.1549	1.0808	1.1304	1.0477	0.8108	0.1641
Mar	1.0725	1.0519	1.0780	1.0546	0.8051	0.1599	1.0640	1.0435	1.0697	1.0506	0.8048	0.1594
Apr	1.0924	1.0750	1.0997	1.0736	0.8030	0.1582	1.0804	1.0568	1.0842	1.0702	0.8032	0.1589
May	1.1227	1.1225	1.1394	1.0743	0.8040	0.1450	1.1264	1.1250	1.1420	1.0733	0.8043	0.1448
Jun	1.1400	1.1214	1.1464	1.0797	0.8040	0.1396	1.1330	1.1132	1.1387	1.0808	0.8040	0.1372
Jul	1.3177	1.3466	1.3497	1.1196	0.8072	0.1470	1.2435	1.2625	1.2685	1.1028	0.8062	0.1452
Aug	1.5332	1.5321	1.5496	1.1578	0.8105	0.1615	1.5237	1.5226	1.5396	1.1937	0.8118	0.1599

Month/Year	Chicago Mercantile Exchange							
	Butter	Cheddar Cheese		Nonfat Dry Milk (Low/Medium Heat)		Whey Powder		
	Grade AA	Blocks	Barrels	Central & East	West	Central	West	
	<i>Dollars per Pound</i>							
Aug 2002	0.9752	1.1575	1.1252	0.9323	0.9210	0.1673	0.1546	
Sep	0.9635	1.2041	1.1100	0.9468	0.9239	0.2051	0.1722	
Oct	1.0315	1.1950	1.0970	0.9563	0.9263	0.2426	0.2043	
Nov	1.0425	1.0891	1.0705	0.9578	0.9149	0.2245	0.2151	
Dec	1.1198	1.1311	1.1055	0.9075	0.8715	0.1818	0.2112	
Jan 2003	1.0815	1.1507	1.0929	0.8562	0.8532	0.1594	0.1870	
Feb	1.0405	1.0920	1.0430	0.8347	0.8444	0.1587	0.1648	
Mar	1.0915	1.0817	1.0469	0.8375	0.8380	0.1602	0.1574	
Apr	1.0906	1.1225	1.0902	0.8375	0.8377	0.1555	0.1495	
May	1.0919	1.1421	1.1161	0.8375	0.8388	0.1407	0.1418	
Jun	1.1142	1.1864	1.1562	0.8338	0.8395	0.1416	0.1400	
Jul	1.1985	1.5123	1.4668	0.8419	0.8391	0.1558	0.1535	
Aug	1.1708	1.6000	1.5736	0.8480	0.8414	0.1690	0.1762	

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)	
Aug 2002	27	60	12	14,642	1,730	3,927	19.9	3.58	2.95	5.70	393
Sep	27	60	12	14,614	1,651	3,885	20.6	3.65	3.01	5.69	355
Oct	27	60	12	14,806	1,574	3,821	23.5	3.82	3.09	5.70	322
Nov	27	60	12	14,660	1,679	3,882	20.9	3.84	3.10	5.69	307
Dec	27	59	12	14,949	1,825	4,090	18.8	3.80	3.07	5.68	296
Jan 2003	27	59	12	14,963	1,846	4,164	19.7	3.77	3.04	5.71	307
Feb	27	59	13	14,994	1,729	4,220	18.5	3.76	3.04	5.71	313
Mar	27	60	13	15,912	1,937	4,147	17.5	3.74	3.02	5.73	323
Apr	26	58	14	15,621	1,863	4,216	18.2	3.71	2.99	5.75	315
May	26	57	14	15,602	1,937	4,266	17.9	3.66	2.97	5.74	321
Jun	27	56	14	15,553	1,933	4,424	15.6	3.60	2.95	5.74	326
Jul	29	33	15	9,689	660	4,310	49.7	3.53	2.91	5.70	332
Aug	31	56	15	9,425	644	4,025	50.6	3.53	2.91	5.69	341

* 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>
Aug 2002	1.1022	6.86	10.48	1.1202	8.66	12.28	1.0771	0.8400	7.56	11.07
Sep	1.0805	6.92	10.46	1.0985	8.72	12.26	1.0169	0.8467	7.62	10.91
Oct	0.9935	6.91	10.15	1.0115	8.71	11.95	1.0796	0.8456	7.61	11.12
Nov	1.0423	7.20	10.60	1.0603	9.00	12.40	1.0993	0.8533	7.68	11.26
Dec	1.0782	6.99	10.52	1.0962	8.79	12.32	1.1992	0.8544	7.69	11.62
Jan 2003	1.1784	6.67	10.56	1.1964	8.47	12.36	1.1926	0.8189	7.37	11.29
Feb	1.2133	6.20	10.23	1.2313	8.00	12.03	1.1443	0.7667	6.90	10.66
Mar	1.1374	6.04	9.81	1.1554	7.84	11.61	1.1529	0.7489	6.74	10.54
Apr	1.1227	5.92	9.64	1.1407	7.72	11.44	1.1573	0.7356	6.62	10.44
May	1.1462	5.91	9.71	1.1642	7.71	11.51	1.1582	0.7344	6.61	10.43
Jun	1.1500	5.92	9.74	1.1680	7.72	11.54	1.1646	0.7356	6.62	10.46
Jul	1.1590	5.92	9.77	1.1770	7.72	11.57	1.2125	0.7356	6.62	10.63
Aug	1.1854	7.07	10.97	1.2034	8.87	12.77	1.2584	0.7378	6.64	10.81
Sep	1.2944	9.51	13.71	1.3124	11.31	15.51		0.7433	6.69	

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>
Aug 2002	1.0701	1.9021	0.0177	6.00	9.54	1.0701	0.7674	6.91	10.41
Sep	1.0099	2.0646	0.0367	6.62	9.92	1.0099	0.7696	6.93	10.22
Oct	1.0726	2.1839	0.0755	7.22	10.72	1.0726	0.7765	6.99	10.50
Nov	1.0923	1.8469	0.0850	6.23	9.84	1.0923	0.7777	7.00	10.58
Dec	1.1922	1.7506	0.0584	5.77	9.74	1.1922	0.7282	6.55	10.49
Jan 2003	1.1856	1.8164	0.0339	5.83	9.78	1.1856	0.6807	6.13	10.07
Feb	1.1373	1.8538	0.0240	5.89	9.66	1.1373	0.6711	6.04	9.81
Mar	1.1459	1.6648	0.0206	5.28	9.11	1.1459	0.6651	5.99	9.79
Apr	1.1503	1.8006	(0.0008) *	5.58	9.41	1.1503	0.6564	5.91	9.73
May	1.1512	1.9275	(0.0144) *	5.89	9.71	1.1512	0.6574	5.92	9.74
Jun	1.1576	1.9434	(0.0200) *	5.91	9.75	1.1576	0.6574	5.92	9.76
Jul	1.2055	2.5480	(0.0124) *	7.83	11.78	1.2055	0.6605	5.94	9.95
Aug	1.2514	3.1438	0.0026	9.76	13.80	1.2514	0.6638	5.97	10.14

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>
Jun 2002	0.63	10.72	1.1211	2.0148	0.0247	0.00059	11.16
Jul	0.80	10.13	1.0929	1.8095	0.0150	0.00055	10.61
Aug	0.66	10.20	1.0701	1.9021	0.0177	0.00056	10.91
Sep	0.54	10.46	1.0099	2.0646	0.0367	0.00057	11.42
Oct	0.31	11.03	1.0726	2.1839	0.0755	0.00060	12.27
Nov	0.59	10.43	1.0923	1.8469	0.0850	0.00056	11.74
Dec	0.59	10.33	1.1922	1.7506	0.0584	0.00056	11.65
Jan 2003	0.58	10.36	1.1856	1.8164	0.0339	0.00057	11.53
Feb	0.47	10.13	1.1373	1.8538	0.0240	0.00056	11.07
Mar	0.54	9.65	1.1459	1.6648	0.0206	0.00054	10.64
Apr	0.46	9.87	1.1503	1.8006	(0.0008) *	0.00055	10.85
May	0.40	10.11	1.1512	1.9275	(0.0144) *	0.00057	10.92
Jun	0.38	10.13	1.1576	1.9434	(0.0200) *	0.00057	10.89
Jul	(0.41)	11.37	1.2055	2.5480	(0.0124) *	0.00067	
Aug	(1.58)	12.22	1.2514	3.1438	0.0026	0.00077	

* The average wholesale price of dry whey was less than the make allowance contained in the other solids price formula.

Summary of Federal Order Data - August 2003

Federal Order Number / Name	Producer Deliveries	Class I Producer Receipts	Class I Utilization	Class I Price	Producer Price Differential	Uniform or Statistical Uniform Price at 3.5% Butterfat		
						FOB Market	FOB Cook Cty. Illinois	Change From Previous Year
	<i>— Thousand Pounds —</i>		<i>Percent</i>	<i>— Dollars per Cwt. —</i>		<i>— Dollars per Cwt. —</i>		
1 Northeast	1,943,357	871,731	44.9	\$ 14.22	\$ (0.08)	\$ 13.72	\$ 12.27	\$1.56
5 Appalachian	480,935	376,170	78.2	14.07	n/a	13.52	12.22	0.65
6 Florida	212,348	186,379	87.8	14.97	n/a	14.53	12.33	0.34
7 Southeast	482,491	382,020	79.2	14.07	n/a	13.54	12.24	0.91
30 Upper Midwest	644,122	326,155	50.6	12.77	(1.58)	12.22	12.22	2.02
32 Central	653,469	390,457	59.8	12.97	(1.28)	12.52	12.32	1.94
33 Mideast	1,008,112	542,569	53.8	12.97	(1.20)	12.60	12.40	1.41
124 Pacific Northwest	415,183	168,746	40.6	12.87	(2.14)	11.66	11.56	1.00
126 Southwest	559,165	341,288	61.0	13.97	(0.87)	12.93	11.73	0.98
131 Arizona-Las Vegas	223,250	77,531	34.7	13.32	n/a	12.94	12.39	1.90
135 Western	183,719	92,575	50.4	12.87	(1.70)	12.10	12.00	1.75
All Market Average or Total *	6,806,151	3,755,621	55.2					

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

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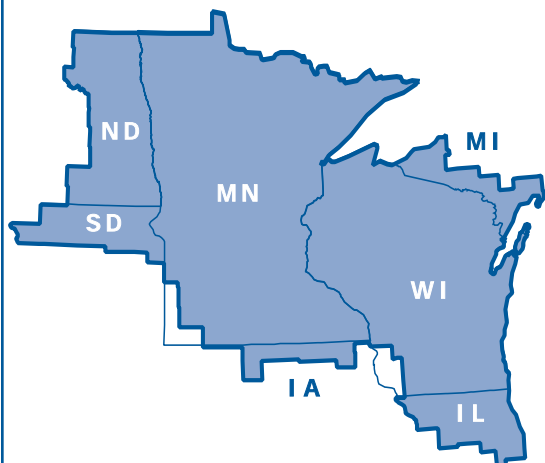
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