



UPPER MIDWEST DAIRY NEWS

H. Paul Kyburz, Market Administrator

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Milk Production in July Up 1.5%

Estimated U.S. milk production during July totaled 15.2 billion pounds, up 1.5% from July 2005.

3.6% from the same period in 2005. Pennsylvania milk production in July 2006 was down 0.4% from July 2005.

Milk production in 2006 exceeded the previous year in four of the six top milk-producing states as shown in the table to the right. July 2006 milk production exceeded July 2005 by 0.6% in Wisconsin, 0.3% in New York, 6.4% in Idaho, and 2.5% in Minnesota.

For California, the nation's largest milk-producing state, production was down 0.3% from July 2005, its first year-to-year decline since March 2004. For the January-July 2006 period, however, California was up

Milk Production
Top 6 States & U.S.

	July 2006 Production Mil. Lbs.	Change from 2005 Percent
California	3,117	-0.3
Wisconsin	1,990	+0.6
New York	1,038	+0.3
Idaho	960	+6.4
Pennsylvania	888	-0.4
Minnesota	704	+2.5
United States	15,200	+1.5

Two Staff Papers Released

The Upper Midwest Order recently released two staff papers prepared by Dr. Corey Freije, an agricultural economist with the Upper Midwest Order.

Staff Paper 06-02, entitled "*Milk Hauling Charges in the Upper Midwest Marketing Area -- May 2005*" and Staff Paper 06-03,

entitled "*Analysis of Component Levels and Somatic Cell Count in Individual Herd Milk at the Farm Level -- 2004*" are both available on our website at:

www.fmma30.com/Homepage/FO30_STAFF_PAPERS.htm.

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Pool Summary

- In July, 16,609 producers delivered to the market with an average daily delivery of 4,461 pounds.
- Producer milk totaled 2.3 billion pounds, up 140 million pounds from June, and 286 million pounds above July 2005.
- Class I utilization totaled 346 million pounds, down 4.9% on a daily basis

from June. Class I usage accounted for 15.1% of producer milk.

- The July Producer Price Differential (PPD) is \$0.38 per cwt.
- The Statistical Uniform Price is \$11.30 per cwt., down \$0.22 from June, and \$3.39 below July 2005.
- Market statistics for July are shown on Pages 4 and 5.

July 2006 Producer Milk by Class

	Percent	Product Pounds	Price \$/cwt.
Class I	15.1	345,926,332	13.14
Class II	6.1	141,341,102	10.83
Class III	76.4	1,755,756,536	10.92
Class IV	2.4	55,101,965	10.21
Total		2,298,125,935	

Supply Plant Systems

Supply plants are defined in §1030.6, with performance requirements defined in §1030.7(c). In general, supply plants are required to ship 10% of their receipts to bottling plants.

These performance requirements can be met as a “system”, as defined in §1030.7(f).

This provision allows two or more supply plants operated by one or more handlers to qualify for pooling by meeting the shipping requirements in the same manner as a single plant. In other words, an individual plant in a system does not need to qualify on its own, as long as the system as a whole qualifies.

Supply plants in a system generally must be located in the marketing area.

The following supply plants requested system pooling for the period of August 2006 through July 2007.

Central Milk Producers Cooperative

- ◆ Dairy Marketing Services, LLC – Janesville, WI
- ◆ Zimmerman Cheese, Inc. – Wiota, WI
- ◆ Arla Foods Production, LLC – Hollandtown, WI
- ◆ Trega Foods, Inc. – Weyauwega, WI
- ◆ Trega Foods, Inc. – Little Chute, WI
- ◆ Westby Cooperative Creamery – Westby, WI
- ◆ Swiss Valley Farms, Company – Platteville, WI
- ◆ Stockton Cheese, Inc. – Stockton, IL
- ◆ Baker Cheese Factory, Inc. – St. Cloud, WI
- ◆ Sartori Food Corporation – Plymouth, WI
- ◆ Park Cheese Company, Inc. – Brownsville, WI
- ◆ NFO, Inc. – South Wayne, WI
- ◆ NFO, Inc. – Fond du Lac, WI
- ◆ Mid-West Dairymen’s Company – Rockford, IL
- ◆ Land O’Lakes, Inc. – Kiel, WI
- ◆ Kolb-Lena Bresse Bleu, Inc. – Lena, IL
- ◆ Klondike Cheese Company – Monroe, WI
- ◆ Grande Milk Marketing, LLC – Darlington, WI
- ◆ Grande Cheese Company – Brownsville, WI
- ◆ Family Dairies USA – Kewaskum, WI
- ◆ Dairy Farmers of America, Inc. – Fond du Lac, WI
- ◆ Cooperative Regions of Organic Producer Pools – Chaseburg, WI
- ◆ Chula Vista Cheese Co. – Browntown, WI
- ◆ Cedar Valley Cheese, Inc. – Belgium, WI
- ◆ BelGioioso Cheese, Inc. – Pulaski, WI
- ◆ Saputo Cheese USA, Inc. – Waldo, WI
- ◆ Alto Dairy Cooperative – Alto, WI
- ◆ Alto Dairy Cooperative – Black Creek, WI

Central Milk Producers Cooperative (continued)

- ◆ Wisconsin Dairy State Cheese Company, Inc. – Rudolph, WI
- ◆ Rolling Hills Dairy Producers Cooperative – Monticello, WI
- ◆ Sartori Food Corporation – Antigo, WI
- ◆ The Antigo Cheese Company – Antigo, WI
- ◆ Foremost Farms USA, Cooperative – Sparta, WI
- ◆ Plainview Milk Products Cooperative – Plainview, MN
- ◆ North Hendren Co-operative Dairy Co. – Willard, WI
- ◆ Nasonville Dairy, Inc. – Marshfield, WI
- ◆ Mullins Cheese, Inc. – Mosinee, WI
- ◆ Mullins Cheese, Inc. – Marshfield, WI
- ◆ Melrose Dairy Proteins, LLC – Melrose, MN
- ◆ Lynn Dairy, Inc. – Granton, WI
- ◆ LaGrander’s Hillside Dairy, Inc. – Stanley, WI
- ◆ Grassland Dairy Products, Inc. – Greenwood, WI
- ◆ Eau Galle Cheese Factory, Inc. – Durand, WI
- ◆ Land O’Lakes, Inc. – Caledonia, MN
- ◆ Foremost Farms USA, Cooperative – Alma Center, WI
- ◆ Foremost Farms USA, Cooperative – Wilson, WI

Ellsworth Cooperative Creamery

- ◆ Ellsworth Cooperative Creamery – Ellsworth, WI
- ◆ Bongards’ Creameries – Bongards, MN
- ◆ Bongards’ Creameries – Perham, MN
- ◆ Associated Milk Producers, Inc. – Blair, WI
- ◆ Associated Milk Producers, Inc. – Paynesville, MN
- ◆ Associated Milk Producers, Inc. – Jim Falls, WI
- ◆ The First District Association – Litchfield, MN

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A paper copy of either study can be obtained by calling Dr. Corey Freije, toll free at (888) 301-8224, Ext 226.

Milk Hauling Charges in the Upper Midwest for May 2005

This study investigated the milk hauling charges, to the first point of delivery, for the producers associated with the Upper Midwest Marketing Area for May 2005.

The data for hauling charges and milk production were obtained from handlers who had submitted producer payrolls to the Market Administrator's office. Comparisons were made between the producer's milk volume and farm location using averages.

For the purposes of this analysis, and unless otherwise specified, the "average" hauling rates and/or charges reflect weighted averages.

Hauling Charges for the Market

The average hauling charge for producers on the Upper Midwest Order in May 2005 was 22.7¢ per cwt.

Hauling Charges by State

In May 2005, the Wisconsin statewide average hauling charge of 14.3¢ per cwt. was 8.4¢ below the market average, while the Minnesota state average of 23.9¢ was 1.2¢ above the market average. These two states supplied 56% and

21%, respectively, of the milk on the market in May 2005. For the marketing area, Illinois had the lowest average hauling charge of any of the states with producer milk consistently associated with the market at 11.8¢ per cwt., while North Dakota had the highest average hauling charge at 72.6¢ per cwt.

The study found that the North Dakota average hauling charges were strongly influenced by the longer hauling distances and by the lack of local competing dairy manufacturing operations or handlers.

Analysis of Component Levels and Somatic Cell Count in Individual Herd Milk at the Farm Level 2004

Data on the butterfat, protein, other solids and solids-not-fat (SNF) levels and somatic cell count (SCC) were examined for producer milk associated with the Upper Midwest Order during 2004.

Results from the analysis include: market and state averages and seasonal variation in component levels and SCC, and statistical relationships among the four components in individual herd milk at the farm level.

Major Findings

1) Weighted average component levels and SCC for 2004 were 3.72% but-

terfat, 3.03% protein, 5.71% other solids, 8.74% SNF and 289,000 SCC.

2) For 2004, weighted average butterfat, protein, and SNF levels were lowest in July and highest during the early fall and winter. In contrast, other solids levels varied little during the year. Weighted average SCC were lowest in the fall and early winter and highest in July and August.

3) Butterfat, protein, and SCC tests declined with increasing monthly average milk production, while other solids and SNF tests increased with increasing monthly milk production.

4) In 2004, the range of weighted average component levels within one standard deviation of the mean was: 3.48% to 3.96% for butterfat; 2.89% to 3.17% for protein; 5.60% to 5.82% for other solids; 8.56% to 8.92% for SNF; and 149,000 to 429,000 for SCC.

5) Based on the data for 2004, the following regression equations were derived:

$$\text{SNF} = 7.21824\% + 0.39023 (\text{BF})$$

$$\text{SNF} = 5.41126\% + 1.08236 (\text{PRO})$$

$$\text{PRO} = 1.59839\% + 0.37888 (\text{BF})$$

6) The annual weighted average value of butterfat, protein, and other solids, adjusted for SCC, was \$16.03 per cwt. for the market in 2004. Protein was the most valuable component, contributing slightly more than one-half of the total value.

Upper Midwest Pool Statistics - July 2006

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	
Cwt.	Number	Pounds	Pounds	Pounds	Value	Pounds	Value
\$1.80	5	64,357,753	21,645,151	86,002,904	\$ 0	61,715,042	\$ 1,110,871
\$1.75	40	225,831,646	716,739,593	942,571,239	471,286	146,416,946	2,562,296
\$1.70	32	155,664,841	1,043,747,094	1,199,411,935	1,199,412	116,538,044	1,981,147
\$1.65	5	28,080,546	42,059,311	70,139,857	105,210	21,256,300	350,729
Total	82	473,934,786	1,824,191,149	2,298,125,935	\$ 1,775,908	345,926,332	\$ 6,005,043

Computation of Producer Price Differential-July 2006

	Utilization Percentage	Product Pounds	Component Pounds	Rate	Value
Class I					
Differential Value					\$ 6,005,043.05
Product	15.1%	345,926,332			
Skim Milk			340,599,285	\$ 7.2400	24,659,388.26
Butterfat			5,327,047	1.2430	6,621,519.46
Class II					
Product	6.1%	141,341,102			
Nonfat Solids			11,733,134	0.7511	8,812,756.93
Butterfat			10,169,271	1.2298	12,506,169.47
Class III					
Product	76.4%	1,755,756,536			
Protein			51,235,672	1.9807	101,482,495.56
Other Solids			100,790,931	0.1257	12,669,419.99
Butterfat			61,319,754	1.2228	74,981,795.21
Class IV					
Product	2.4%	55,101,965			
Nonfat Solids			4,465,171	0.6831	3,050,158.34
Butterfat			5,201,790	1.2228	6,360,748.78
SCC Adjustment (Class II, III, and IV)					474,729.79
Total Producer Milk *		2,298,125,935			\$ 257,624,224.84
Add:					
Overage					32,764.24
Inventory Reclassified					9,067.64
Other Source Milk \$.60(h)					0.00
Other Source Milk \$.60(i)					0.00
Subtract:					
Transportation Credit					143,261.39
Assembly Credit					274,285.36
Credit for Reconstituted FMP					0.00
Producer Milk Protein					132,750,287.21
Producer Milk Other Solids					16,554,458.09
Producer Milk Butterfat					100,291,441.66
Producer Milk SCC Adjustment					561,083.07
Total Milk and Value		2,298,125,935			\$ 7,091,239.94
Add:					
Location Adjustment -- Producer and Unregulated Supply Plant Milk					1,775,907.58
One-Half Unobligated Balance Producer Settlement Fund					994,430.97
Total Value				0.429114	\$ 9,861,578.49
Subtract:					
Producer Settlement Fund Reserve				0.049114	1,128,699.94
Producer Price Differential **				\$0.38	\$ 8,732,878.55

* The estimated volume of milk not pooled is restricted in July.

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



Utilization and Classification of Milk

	July 2006		June 2006	July 2005
	Product Pounds	Butterfat Pounds	Product Pounds	Product Pounds
Class I Utilization:				
Packaged Disposition				
Milk	55,838,488	1,829,287	55,813,452	54,482,220
Flavored Milk	4,270,706	136,863	4,213,850	4,208,650
Reduced Fat Milk	138,407,619	2,620,374	138,506,596	132,886,421
Lowfat Milk	46,446,249	448,602	45,369,709	46,648,243
Fat Free Milk	86,841,285	94,872	86,409,662	87,319,320
Flavored Reduced and Fat Free Milk	15,226,641	139,897	16,627,353	15,232,948
Buttermilk	2,368,038	24,635	2,382,285	2,423,388
Total Packaged Disposition	349,399,026	5,294,530	349,322,907	343,201,190
Total Ending Inventory	25,000,399	379,437	31,031,342	25,547,417
Bulk to Nonpool Plants	2,889,861	33,088	667,353	1,235,336
Shrinkage	1,557,550	118,164	1,064,756	2,214,933
Total Class I Utilization	378,846,836	5,825,219	382,086,358	372,198,876
Other Order Plants	(1,829,375)	(35,569)	(1,697,932)	(2,131,911)
Beginning Inventory	(30,934,203)	(463,611)	(28,427,030)	(31,708,109)
Reused Products	0	0	0	0
Other Source Milk	(153,505)	(802)	--	(61,020)
Overage	--	--	0	0
Interhandler Adjustment	(3,421)	1,810	51,968	232,906
Class I Producer Milk	345,926,332	5,327,047	352,013,364	338,530,742
Class II Utilization:				
Total Class II Utilization	153,047,304	10,782,696	157,366,663	142,267,940
Other Order Plants	--	--	--	(2,153,837)
Beginning Inventory	(789,097)	(128,157)	(4,809,447)	(984,517)
Reused Products	(10,463,878)	(32,041)	(11,322,375)	(9,328,960)
Other Source Milk	(453,227)	(453,227)	(752,733)	(475,089)
Overage	--	--	--	0
Class II Producer Milk	141,341,102	10,169,271	140,482,108	129,325,537
Class III Utilization:				
Total Class III Utilization	1,762,351,503	61,638,735	1,634,796,843	1,484,933,094
Other Order Plants	(3,524,668)	(110,302)	(4,999,700)	(11,881,596)
Beginning Inventory	(848,145)	(15,394)	(3,509,699)	(928,950)
Reused Products	0	0	0	0
Other Source Milk	(2,179,598)	(190,820)	(6,364,009)	(5,107,432)
Overage	(42,556)	(2,465)	(155,212)	(32,506)
Class III Producer Milk	1,755,756,536	61,319,754	1,619,768,223	1,466,982,610
Class IV Utilization:				
Total Class IV Utilization	88,207,451	6,800,383	77,425,364	124,706,050
Other Order Plants	(3,419,186)	(120,666)	(1,540,677)	(7,393,924)
Beginning Inventory	(9,117,377)	(528,788)	(13,998,817)	(13,031,278)
Reused Products	--	--	--	0
Other Source Milk	(20,498,743)	(946,060)	(16,236,581)	(27,313,678)
Overage	(70,180)	(3,079)	(3,540)	(25,416)
Class IV Producer Milk	55,101,965	5,201,790	45,645,749	76,941,754
Total Producer Milk -- All Classes	2,298,125,935	82,017,862	2,157,909,444	2,011,780,643

-- 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>					
Jul 2005	1.5114	1.4889	1.5156	1.6156	0.9389	0.2794	1.5174	1.4963	1.5224	1.6480	0.9377	0.2796
Aug	1.4160	1.4171	1.4322	1.6355	0.9601	0.2869	1.4302	1.4305	1.4449	1.6043	0.9594	0.2843
Sep	1.4683	1.4878	1.4958	1.6877	0.9705	0.2960	1.4622	1.4935	1.4965	1.6832	0.9726	0.2904
Oct	1.5128	1.4572	1.4996	1.6363	0.9794	0.3038	1.5421	1.4697	1.5205	1.6338	0.9719	0.3055
Nov	1.3927	1.3701	1.3968	1.4578	0.9835	0.3149	1.4173	1.3947	1.4213	1.5011	0.9834	0.3084
Dec	1.3845	1.3772	1.3964	1.3680	0.9899	0.3242	1.3842	1.3802	1.3979	1.3663	1.0018	0.3244
Jan 2006	1.3826	1.3653	1.3895	1.3387	0.9614	0.3416	1.3830	1.3654	1.3895	1.3459	0.9782	0.3394
Feb	1.2632	1.2341	1.2637	1.2374	0.8833	0.3531	1.2958	1.2597	1.2923	1.2623	0.9053	0.3532
Mar	1.1561	1.1356	1.1612	1.1647	0.8697	0.3409	1.1654	1.1414	1.1686	1.1746	0.8789	0.3478
Apr	1.1615	1.1386	1.1654	1.1436	0.8429	0.3054	1.1666	1.1422	1.1698	1.1426	0.8400	0.3056
May	1.1569	1.1514	1.1694	1.1635	0.8288	0.2805	1.1512	1.1382	1.1602	1.1658	0.8309	0.2811
Jun	1.1971	1.2047	1.2166	1.1513	0.8221	0.2808	1.2017	1.2093	1.2218	1.1508	0.8205	0.2817
Jul	1.1676	1.1601	1.1793	1.1340	0.8300	0.2810	1.1703	1.1690	1.1858	1.1278	0.8268	0.2796

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>							
Jul 2005	1.6210	1.5035	1.4676	0.9804	0.9458	0.2746	0.3066	
Aug	1.6861	1.4249	1.4186	1.0009	0.9579	0.2858	0.3110	
Sep	1.6988	1.5639	1.4910	1.0151	0.9675	0.2921	0.3235	
Oct	1.6204	1.4470	1.3961	1.0334	0.9803	0.3059	0.3202	
Nov	1.4260	1.3756	1.3341	1.0554	0.9951	0.3233	0.3206	
Dec	1.3552	1.4224	1.3896	1.0597	0.9717	0.3336	0.3317	
Jan 2006	1.3368	1.3335	1.3009	1.0096	0.9459	0.3482	0.3486	
Feb	1.1930	1.1989	1.1742	0.9263	0.8809	0.3529	0.3499	
Mar	1.1663	1.1638	1.1237	0.8788	0.8403	0.3193	0.3380	
Apr	1.1632	1.1651	1.1295	0.8603	0.8219	0.2875	0.3125	
May	1.1755	1.1855	1.1674	0.8484	0.8181	0.2789	0.2940	
Jun	1.1643	1.1924	1.1818	0.8487	0.8144	0.2811	0.2932	
Jul	1.1645	1.1630	1.1271	0.8659	0.8214	0.2901	0.2949	

Market Statistics

Month/Year	Distributing Plants	Supply Plants	Coop .9(c) Handlers	Producers	Total Producer Milk	Est. Average Daily Delivery Per Producer	Class I Utilization	Butterfat Test	Protein Test	Other Solids Test	Weighted Average SCC
					Mil. lbs.	Pounds	Percent	Percent	Percent	Percent	
										(000)	
Jul 2005	26	55	13	15,748	2,012	4,223	16.8	3.55	2.89	5.74	331
Aug	25	57	13	16,504	2,173	4,276	17.5	3.56	2.94	5.71	326
Sep	24	57	13	16,528	2,075	4,186	18.9	3.64	3.02	5.70	310
Oct	25	57	13	16,496	2,119	4,146	17.9	3.76	3.11	5.68	288
Nov	25	56	13	16,479	2,057	4,162	18.6	3.84	3.14	5.69	273
Dec	25	57	13	16,473	2,181	4,272	18.0	3.86	3.13	5.67	278
Jan 2006	25	57	13	16,432	2,217	4,348	17.2	3.78	3.06	5.71	281
Feb	25	56	13	16,424	2,057	4,473	17.1	3.78	3.08	5.73	277
Mar	25	54	13	16,541	2,271	4,493	17.5	3.76	3.05	5.73	278
Apr	23	52	13	16,479	2,188	4,530	16.1	3.72	3.02	5.72	280
May	23	52	13	16,291	2,269	4,600	16.9	3.68	3.00	5.74	275
Jun	26	52	13	16,406	2,158	4,612	16.3	3.61	2.96	5.72	294
Jul	26	56	13	16,609	2,298	4,461	15.1	3.57	2.92	5.73	309

* 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>
Jul 2005	1.5610	8.73	13.89	1.5790	10.53	15.69	1.8077	0.8589	7.73	13.79
Aug	1.8396	8.29	14.44	1.8576	10.09	16.24	1.8316	0.8678	7.81	13.95
Sep	1.7872	7.71	13.70	1.8052	9.51	15.50	1.8942	0.8889	8.00	14.35
Oct	1.8818	7.96	14.27	1.8998	9.76	16.07	1.8326	0.9022	8.12	14.25
Nov	1.8226	8.48	14.56	1.8406	10.28	16.36	1.6184	0.9011	8.11	13.49
Dec	1.6633	8.03	13.57	1.6813	9.83	15.37	1.5106	0.9133	8.22	13.22
Jan 2006	1.5016	8.42	13.38	1.5196	10.22	15.18	1.4754	0.9311	8.38	13.25
Feb	1.4771	8.51	13.38	1.4951	10.31	15.18	1.3539	0.9078	8.17	12.62
Mar	1.3768	7.95	12.49	1.3948	9.75	14.29	1.2666	0.8356	7.52	11.69
Apr	1.2715	7.02	11.22	1.2895	8.82	13.02	1.2413	0.8089	7.28	11.37
May	1.2331	6.90	10.97	1.2511	8.70	12.77	1.2652	0.7711	6.94	11.13
Jun	1.2610	6.57	10.75	1.2790	8.37	12.55	1.2506	0.7622	6.86	11.00
Jul	1.2430	7.24	11.34	1.2610	9.04	13.14	1.2298	0.7511	6.76	10.83
Aug	1.2154	6.96	10.97	1.2334	8.76	12.77		0.7578	6.82	

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>
Jul 2005	1.8007	2.4558	0.1240	8.34	14.35	1.8007	0.7909	7.12	13.17
Aug	1.8246	2.1619	0.1317	7.48	13.60	1.8246	0.8119	7.31	13.44
Sep	1.8872	2.3009	0.1411	7.97	14.30	1.8872	0.8222	7.40	13.75
Oct	1.8256	2.3780	0.1491	8.25	14.35	1.8256	0.8310	7.48	13.61
Nov	1.6114	2.2724	0.1606	7.99	13.35	1.6114	0.8351	7.52	12.90
Dec	1.5036	2.3846	0.1702	8.40	13.37	1.5036	0.8414	7.57	12.57
Jan 2006	1.4684	2.3994	0.1881	8.55	13.39	1.4684	0.8132	7.32	12.20
Feb	1.3469	2.1220	0.1999	7.76	12.20	1.3469	0.7359	6.62	11.10
Mar	1.2596	1.8836	0.1874	6.94	11.11	1.2596	0.7224	6.50	10.68
Apr	1.2343	1.9238	0.1508	6.85	10.93	1.2343	0.6959	6.26	10.36
May	1.2582	1.9115	0.1251	6.66	10.83	1.2582	0.6819	6.14	10.33
Jun	1.2436	2.0790	0.1255	7.19	11.29	1.2436	0.6753	6.08	10.22
Jul	1.2228	1.9807	0.1257	6.88	10.92	1.2228	0.6831	6.15	10.21

Producer Prices

Month/Year	Producer Price	Statistical Uniform Price	Butterfat Price	Protein Price	Other Solids Price	SCC Adjustment Rate	Producer Mailbox Price
	Differential	(at 3.50%)					
	<i>\$ per cwt.</i>	<i>\$ per cwt.</i>					
May 2005	0.28	14.05	1.5475	2.5965	0.1043	0.00074	14.78
Jun	0.20	14.12	1.5932	2.5741	0.1139	0.00074	14.55
Jul	0.34	14.69	1.8007	2.4558	0.1240	0.00076	14.97
Aug	0.55	14.15	1.8246	2.1619	0.1317	0.00072	14.68
Sep	0.29	14.59	1.8872	2.3009	0.1411	0.00075	15.42
Oct	0.24	14.59	1.8256	2.3780	0.1491	0.00075	15.75
Nov	0.44	13.79	1.6114	2.2724	0.1606	0.00070	15.17
Dec	0.24	13.61	1.5036	2.3846	0.1702	0.00070	15.08
Jan 2006	0.27	13.66	1.4684	2.3994	0.1881	0.00069	14.61
Feb	0.48	12.68	1.3469	2.1220	0.1999	0.00063	13.52
Mar	0.56	11.67	1.2596	1.8836	0.1874	0.00058	12.59
Apr	0.36	11.29	1.2343	1.9238	0.1508	0.00058	12.08
May	0.38	11.21	1.2582	1.9115	0.1251	0.00058	11.97
Jun	0.23	11.52	1.2436	2.0790	0.1255	0.00061	
Jul	0.38	11.30	1.2228	1.9807	0.1257	0.00059	

Summary of Federal Order Data - July 2006

Federal Order Number / Name	Producer Deliveries <i>— Thousand Pounds —</i>	Class I Producer Receipts	Class I Utilization <i>Percent</i>	Class I Price <i>— Dollars per Cwt. —</i>	Producer Price Differential	Uniform or Statistical Uniform Price at 3.5% Butterfat		
						FOB Market	FOB Cook Cty. Illinois <i>— Dollars per Cwt. —</i>	Change From Previous Year
1 Northeast	1,906,287	814,916	42.7	\$ 14.59	\$ 1.87	\$ 12.79	\$ 11.34	\$ (3.06)
5 Appalachian	489,666	324,669	66.3	14.44	n/a	13.33	12.03	(2.93)
6 Florida	244,321	207,315	84.9	15.34	n/a	14.65	12.45	(2.82)
7 Southeast	602,818	374,357	62.1	14.44	n/a	13.28	11.98	(2.90)
30 Upper Midwest	2,298,126	345,926	15.1	13.14	0.38	11.30	11.30	(3.39)
32 Central	1,313,657	331,395	25.2	13.34	0.61	11.53	11.33	(3.23)
33 Mideast	1,501,733	499,917	33.3	13.34	0.82	11.74	11.54	(3.22)
124 Pacific Northwest	707,228	171,443	24.2	13.24	0.37	11.29	11.19	(3.09)
126 Southwest	1,050,729	322,370	30.7	14.34	1.40	12.32	11.12	(3.12)
131 Arizona	276,335	104,721	37.9	13.69	n/a	11.85	11.30	(3.04)
All Market Average or Total *	10,390,898	3,497,030	33.7					

n/a = Not applicable.

* May not add due to rounding.

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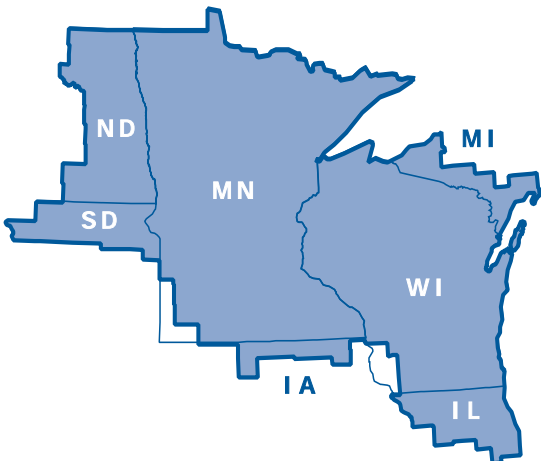
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