



# UPPER MIDWEST DAIRY NEWS

H. Paul Kyburz, Market Administrator

Volume 9, Issue 6

Upper Midwest Marketing Area, Federal Order No. 30

June 2008

## Inside This Issue:

*USDA Issues Final Rule for Mandatory Reporting* ..... 2

*Cheese Prices Set Records Butter Price Increases* ..... 3

*National Animal Identification System Information* ..... 3

*Computation of Producer Price Differential* ..... 4

*Utilization and Classification* ..... 5

*Commodity Prices and Market Statistics*..... 6

*Class Prices and Producer Prices* ..... 7

## USDA Issues Tentative Final Decision to Amend Federal Order Make Allowances

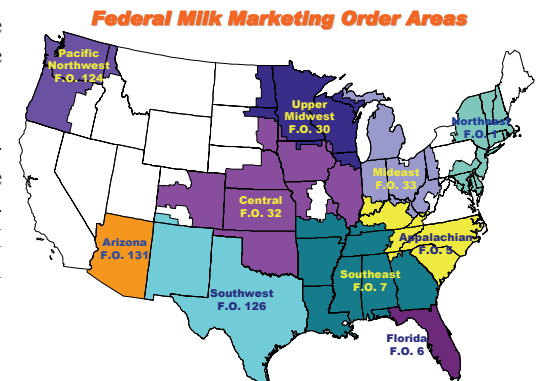
A tentative partial final decision was recently issued by the Secretary of Agriculture which adopts, on an interim final and emergency basis, amendments to the manufacturing cost (make) allowances and the butterfat yield factor used in the Class III and Class IV product price formulas applicable to the Upper Midwest and all other Federal milk orders.

Specifically, this decision proposes to adopt the changes to the make allowances as shown in Table 1.

This decision also proposes increasing the butterfat yield factor in the butterfat price formula from 1.20 to 1.211.

A separate decision regarding the collection of manufacturing cost information, the use of an energy cost adjuster and providing for a cost add-on feature to Class III and Class IV product-pricing formulas will be addressed in a separate decision.

Product	From Per Pound	To Per Pound
Cheese	\$0.1682	\$0.2003
Butter	\$0.1202	\$0.1715
NFDM	\$0.1570	\$0.1678
Dry Whey	\$0.1956	\$0.1991



*June is Dairy Month!*

Continued on Page 2

## Pool Summary

- In May, 13,869 producers delivered to the market with an average daily delivery of 5,265 pounds.
- Producer milk totaled 1.9 billion pounds, down 645 million pounds from April and 5 million pounds below May 2007.
- Class I utilization totaled 380 million pounds, down 1.0% from April on a daily basis. Class I usage accounted for 20.3% of producer milk.
- The May Producer Price Differential (PPD) is \$(0.19) per cwt.
- The Statistical Uniform Price is \$17.99 per cwt., up \$0.76 from April and \$0.34 above May 2007.
- Market statistics for May are shown on Pages 4 and 5.

## May 2008 Producer Milk by Class

	Percent	Product Pounds	Price \$/cwt.
Class I	20.3	379,721,439	18.42
Class II	7.5	140,339,099	15.51
Class III	68.0	1,269,999,322	18.18
Class IV	4.2	77,978,204	15.26
Total		1,868,038,064	

*Continued from Page 1*

This tentative partial final decision requires determining if producers approve the issuance of the amended orders on an interim basis.

The decision was published in the Federal Register on June 20, 2008. An electronic version of the decision is available on our web site at [www.fm30.com](http://www.fm30.com). A paper copy of the document can be obtained by calling Harold Ferguson toll free at 1-888-301-8224, Ext. 231.

The changes to the order are based on the record of a public hearing held in Strongsville, Ohio on February 26, 2007; a second session held in Indianapolis, Indiana on April 9, 2007; and a third session held in Pittsburgh, Pennsylvania on July 9, 2007.

Interested persons have until August 19, 2008 to submit comments on this decision. Comments (six copies) should be filed with:

Hearing Clerk  
Stop 9200-Room 1031  
U.S. Department of Agriculture  
1400 Independence Ave. SW  
Washington, DC 20250-9200

Comments may also be submitted at the Federal eRulemaking portal:

<http://www.regulations.gov>.

## USDA Issues Final Rule Establishing the Dairy Product Mandatory Reporting Program

The U.S. Department of Agriculture recently issued a final rule that adopts amendments to the Dairy Product Mandatory Reporting Program that was established on August 2, 2007.

The Dairy Market Enhancement Act of 2000, and certain provisions of the Farm Security and Rural Investment Act of 2002, amend the Agricultural Marketing Act of 1946 to provide for timely, accurate, and reliable market information to facilitate more informed marketing decisions and promote competition in the dairy product manufacturing industry.

This program:

(1) requires persons engaged in manufacturing dairy products to report certain information including the price, quantity, and moisture content where applicable, of dairy products sold by the manufacturer; and

(2) requires persons storing dairy products to report information on the quantity of dairy products stored.

The National Agricultural Statistics Service (NASS) collects such information for the program. The Agricultural

Marketing Service (AMS) has implemented a plan to verify the price information submitted by dairy product manufacturing plants to NASS. Any manufacturer that processes and markets less than 1 million pounds of dairy products per year is exempt from the price reporting requirements.

AMS reviewed all comments received in response to the interim final rule and considered those comments in developing the final rule. All changes in the final rule from the interim rule concern price reporting. There are no changes concerning stock reporting. Certain products are now excluded in the reporting specifications:

- Products that are produced under faith-based close supervision and are marketed at a higher price than the manufacturer's wholesale market price for the basic commodity.
- Dairy Export Incentive Program sales or other premium-assisted sales.
- Products certified as organic by USDA-accredited certifying agents.

Another substantive change is that in calculating the total dollars received or

dollars per pound, the reporting entity shall not deduct brokerage fees or clearing charges paid by the manufacturer. Other changes have been made in organization or content for greater clarity.

The final rule appeared in the June 17 *Federal Register* and became effective June 22, 2008.

For additional information concerning dairy product price data collection, reporting and verification contact:

John R. Mengel, Chief Economist  
USDA/AMS/Dairy Programs  
1400 Independence Ave. SW, Stop 0229  
Washington, DC 20250-0229,  
Telephone: (202) 720-4664  
email: [John.Mengel@usda.gov](mailto:John.Mengel@usda.gov)

For additional information concerning dairy products storage data collection and reporting contact:

Dan Kerestes, Chief  
Livestock Branch, USDA/NASS  
1400 Independence Ave. SW, Stop 2053  
Washington, DC 20250-2053,  
Telephone: (202) 720-3570  
email: [Dan.Kerestes@usda.gov](mailto:Dan.Kerestes@usda.gov)

## Cheese Prices Set Record Highs, Then Fall Sharply Butter Price Continues to Increase

Prices for cheddar cheese on the Chicago Mercantile Exchange (CME) surged to record high levels in May, following two months of generally increasing prices. Cheese prices in 2008 remain volatile, ranging between \$1.65 and \$2.28½ per pound. The CME butter price, however, has been on an upward trend since late February.

On June 23, the CME barrel cheddar cheese price was \$1.93 per pound, down 32¢ from a month earlier when the price was a record high of \$2.25. Prices for 40-pound blocks were \$1.94 per pound on June 23, down 34½¢ from the record high price of \$2.28½. Both cheese prices, however, are only slightly below year-earlier levels.

The CME butter price on June 23 was \$1.51 per pound, up 2¢ from month-earlier and year-earlier levels. However, the butter price is more than 30¢ above its low point for 2008.

The May Federal order Class III price was \$18.18 per cwt., up \$1.42 from April and \$0.58 above May 2007.

## National Animal Identification System (NAIS) Information for Dairy Farmers

The following letter to dairy farmers was issued by USDA on June 6.

Dairy farmers play an integral role in supporting and advancing the marketing of milk and dairy foods. As a farmer, you are aware of the risk that animal disease poses to all sectors of the agricultural community. While disease surveillance, eradication, and control programs have achieved significant success over the years in reducing animal disease in the United States (U.S.) it still remains a reality. However, you can strengthen your role in mitigating the risk of animal disease in the U.S. by participating in the NAIS.

NAIS is a voluntary animal identification program that enables swift and effective response to animal disease in the case of an outbreak. If you are personally involved in livestock production, registering your premise will give you the power to better protect your

animals, your markets, and your neighbors if a disease event occurs. Further, I strongly encourage participants of voluntary marketing programs such as the Department of Agriculture's Process Verified and Quality System Assessment Programs to meet the inherent animal identification requirements by using NAIS. Additional registration benefits include improved traceability for foreign animal disease control, enhanced marketability, and increased biosecurity protection of the Nation's livestock. Premise registration is free and simple, and it ensures that producers such as you receive quick notification if an animal disease outbreak occurs and provides benefits for marketing value-added animals domestically and internationally. Taking such proactive measures ensures that the United States will continue to maintain a worldwide reputation for producing high quality food.

Information is available online to help you learn more about NAIS participation. Go to <http://animalid.aphis.usda.gov/nais> and click "Register your premises today!" to get started. Additionally, you can contact Neil Hammerschmidt, NAIS Coordinator, Animal and Plant Health Inspection Service, at [neil.hammerschmidt@usda.gov](mailto:neil.hammerschmidt@usda.gov) for more information.

Thank you for taking this important step to protect our Nation's livestock from the devastating effects of an animal disease outbreak.

Sincerely,



Bruce I. Knight  
Under Secretary  
Marketing and Regulatory Programs

## Upper Midwest Pool Statistics - May 2008

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	4	73,024,785	27,210,145	100,234,930	\$ 0	74,793,339	\$1,346,280
\$1.75	40	222,270,056	687,813,147	910,083,203	455,042	162,894,001	2,850,645
\$1.70	29	178,324,806	640,436,857	818,761,663	818,762	121,284,634	2,061,839
\$1.65	5	25,966,909	12,991,359	38,958,268	52,285	20,749,465	342,366
Total	78	499,586,556	1,368,451,508	1,868,038,064	\$1,326,089	379,721,439	\$6,601,130

## Computation of Producer Price Differential-May 2008

	Utilization Percentage	Product Pounds	Component Pounds	Rate	Value
<b>Class I</b>					
Differential Value					\$ 6,601,130.13
Product	20.3%	379,721,439			
Skim Milk			374,211,415	\$11.9000	44,531,158.39
Butterfat			5,510,024	1.4663	8,079,348.18
<b>Class II</b>					
Product	7.5%	140,339,099			
Nonfat Solids			11,699,852	1.1556	13,520,348.97
Butterfat			10,572,499	1.5632	16,526,930.42
<b>Class III</b>					
Product	68.0%	1,269,999,322			
Protein			38,242,914	4.1108	157,208,970.86
Other Solids			72,554,840	0.0766	5,557,700.77
Butterfat			44,541,896	1.5562	69,316,098.55
<b>Class IV</b>					
Product	4.2%	77,978,204			
Nonfat Solids			6,323,629	1.1301	7,146,333.15
Butterfat			7,939,460	1.5562	12,355,387.64
SCC Adjustment (Class II, III, and IV)					1,038,176.72
<b>Total Producer Milk *</b>		<b>1,868,038,064</b>			<b>\$ 341,881,583.78</b>
Add:					
Overage					81,785.37
Inventory Reclassified					101,413.27
Other Source Milk \$.60(h)					0.00
Other Source Milk \$.60(i)					0.00
Subtract:					
Transportation Credit					97,913.93
Assembly Credit					302,508.70
Credit for Reconstituted FMP					0.00
Producer Milk Protein					230,596,481.13
Producer Milk Other Solids					8,157,432.32
Producer Milk Butterfat					106,699,108.50
Producer Milk SCC Adjustment					1,307,463.79
Total Milk and Value		1,868,038,064			\$ (5,096,125.95)
Add:					
Location Adjustment -- Producer and Unregulated Supply Plant Milk					1,326,088.82
One-Half Unobligated Balance Producer Settlement Fund					984,554.98
Total Value				(0.149113)	\$ (2,785,482.15)
Subtract:					
Producer Settlement Fund Reserve				0.040887	763,790.17
<b>Producer Price Differential **</b>				<b>\$(0.19)</b>	<b>\$ (3,549,272.32)</b>

\* An estimated 897 million pounds of milk was not pooled.

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



## Utilization and Classification of Milk

	May 2008		April 2008	May 2007
	Product Pounds	Butterfat Pounds	Product Pounds	Product Pounds
<b>Class I Utilization:</b>				
Packaged Disposition				
Milk	52,313,878	1,660,872	51,358,793	53,666,073
Flavored Milk	4,316,440	138,827	4,040,293	4,197,719
Reduced Fat Milk	144,734,277	2,752,382	141,370,115	141,500,589
Lowfat Milk	51,610,133	499,500	50,854,851	50,431,825
Fat Free Milk	91,602,595	95,174	89,975,747	91,613,321
Flavored Reduced and Fat Free Milk	31,728,546	234,591	33,365,262	31,288,463
Buttermilk	2,573,900	26,729	2,350,428	2,357,357
Total Packaged Disposition	378,879,769	5,408,075	373,315,489	375,055,347
Total Ending Inventory	31,247,094	458,329	28,438,873	33,532,927
Bulk to Nonpool Plants	1,846,359	28,856	2,006,952	1,279,448
Shrinkage	1,167,780	118,294	1,665,709	2,312,341
Total Class I Utilization	413,141,002	6,013,554	405,427,023	412,180,063
Other Order Plants	(3,651,545)	(70,510)	(3,643,885)	(2,111,894)
Beginning Inventory	(28,945,824)	(413,830)	(29,521,435)	(28,622,569)
Reused Products	0	0	0	0
Other Source Milk	(833,859)	(16,974)	(785,931)	--
Overage	0	0	0	0
Interhandler Adjustment	11,665	(2,216)	(124,032)	(175,517)
<b>Class I Producer Milk</b>	<b>379,721,439</b>	<b>5,510,024</b>	<b>371,351,740</b>	<b>381,270,083</b>
<b>Class II Utilization:</b>				
Total Class II Utilization	156,140,546	11,182,352	143,748,762	162,711,714
Other Order Plants	(643,616)	(12,946)	(2,522,411)	(243,623)
Beginning Inventory	(2,426,017)	(101,024)	(4,381,267)	(3,426,971)
Reused Products	(12,276,389)	(40,458)	(10,139,566)	(9,207,694)
Other Source Milk	(455,425)	(455,425)	(494,719)	--
Overage	--	--	--	(8,326)
<b>Class II Producer Milk</b>	<b>140,339,099</b>	<b>10,572,499</b>	<b>126,210,799</b>	<b>149,825,100</b>
<b>Class III Utilization:</b>				
Total Class III Utilization	1,275,185,635	44,686,584	1,937,688,176	1,320,462,882
Other Order Plants	(1,022,975)	(28,194)	(6,508,055)	(1,926,360)
Beginning Inventory	(1,568,118)	(59,950)	(1,805,922)	(4,446,102)
Reused Products	0	0	0	0
Other Source Milk	(2,480,297)	(53,250)	(1,891,196)	(897,155)
Overage	(114,923)	(3,294)	(114,154)	(56,517)
<b>Class III Producer Milk</b>	<b>1,269,999,322</b>	<b>44,541,896</b>	<b>1,927,368,849</b>	<b>1,313,136,748</b>
<b>Class IV Utilization:</b>				
Total Class IV Utilization	148,129,332	10,981,967	157,619,904	90,006,721
Other Order Plants	(3,186,681)	(128,194)	(8,342,439)	--
Beginning Inventory	(18,583,670)	(1,019,950)	(19,941,049)	(17,899,708)
Reused Products	0	0	0	0
Other Source Milk	(48,255,099)	(1,860,577)	(41,584,452)	(42,822,319)
Overage	(125,678)	(33,786)	(14,949)	(47,829)
<b>Class IV Producer Milk</b>	<b>77,978,204</b>	<b>7,939,460</b>	<b>87,737,015</b>	<b>29,236,865</b>
<b>Total Producer Milk -- All Classes</b>	<b>1,868,038,064</b>	<b>68,563,879</b>	<b>2,512,668,403</b>	<b>1,873,468,796</b>

-- 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>					
May 2007	1.5782	1.5794	1.5946	1.4290	1.6670	0.7578	1.5134	1.5206	1.5333	1.4090	1.6024	0.7623
Jun	1.8111	1.8661	1.8561	1.4916	1.9012	0.7617	1.8119	1.8663	1.8555	1.5125	1.9084	0.7595
Jul	1.9888	1.9798	2.0002	1.4627	2.0180	0.7329	2.0073	1.9980	2.0188	1.4544	2.0358	0.7428
Aug	1.8923	1.8959	1.9100	1.4429	2.0545	0.6197	1.8871	1.8840	1.9014	1.4854	2.0383	0.6429
Sep	2.0134	2.0064	2.0250	1.3786	2.0557	0.4762	2.0117	2.0011	2.0214	1.3876	2.0494	0.4885
Oct	1.8988	1.9191	1.9227	1.2945	2.0615	0.4175	1.9235	1.9374	1.9438	1.3134	2.0699	0.4111
Nov	1.9518	1.9511	1.9652	1.2933	1.9562	0.4345	1.9527	1.9474	1.9648	1.2969	1.9131	0.4385
Dec	2.0928	2.0726	2.0976	1.3159	1.8031	0.4516	2.1351	2.1003	2.1328	1.3146	1.8304	0.4568
Jan 2008	1.9742	2.0025	1.9998	1.2301	1.5090	0.3992	1.9887	2.0128	2.0126	1.2585	1.6931	0.4380
Feb	1.7892	1.8653	1.8403	1.2044	1.3331	0.2736	1.7443	1.8509	1.8092	1.2150	1.3398	0.2673
Mar	1.9548	1.9302	1.9575	1.2539	1.2512	0.2435	2.0193	1.9886	2.0190	1.2438	1.2537	0.2454
Apr	1.8180	1.7845	1.8164	1.3492	1.2506	0.2560	1.7950	1.7845	1.8038	1.3421	1.2456	0.2528
May	1.9430	1.9348	1.9525	1.4170	1.2985	0.2700	1.9416	1.9363	1.9527	1.4223	1.3006	0.2686

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>							
May 2007	1.4825	1.7211	1.6894	1.9459	1.8956	0.7376	0.8006	
Jun	1.5019	2.0100	1.9887	2.1871	2.1468	0.7385	0.8056	
Jul	1.4913	1.9138	1.8927	2.2146	2.2236	0.6743	0.7375	
Aug	1.4464	1.9554	1.9107	2.0465	2.0817	0.5594	0.5751	
Sep	1.3783	1.9929	1.9901	2.0105	2.0100	0.4424	0.4305	
Oct	1.3020	1.8957	1.8830	2.0466	2.0050	0.4106	0.4491	
Nov	1.3590	2.0926	2.0223	1.8775	1.8840	0.4470	0.4679	
Dec	1.3190	2.0083	2.0147	1.7528	1.6938	0.4406	0.4385	
Jan 2008	1.2246	1.8257	1.8774	1.5615	1.4979	0.3745	0.3338	
Feb	1.2088	2.0023	1.9560	1.3999	1.2975	0.2832	0.2773	
Mar	1.3454	1.8234	1.7980	1.3224	1.2917	0.2540	0.2563	
Apr	1.3905	1.8826	1.8010	1.3525	1.3285	0.2672	0.2807	
May	1.4750	2.0976	2.0708	1.4044	1.3661	0.2714	0.2842	

## 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)	
May 2007	26	51	13	14,763	1,873	5,017	20.3	3.64	2.98	5.72	273
Jun	26	51	13	15,122	1,989	4,922	17.3	3.59	2.94	5.71	289
Jul	26	52	13	16,250	2,390	4,906	14.3	3.56	2.92	5.72	302
Aug	22	54	13	17,312	2,352	4,766	16.6	3.56	2.94	5.72	323
Sep	22	54	13	16,695	2,253	4,713	16.4	3.65	3.02	5.73	306
Oct	23	55	13	16,599	2,345	4,785	17.1	3.75	3.08	5.69	286
Nov	22	55	13	16,576	2,303	4,804	16.8	3.83	3.17	5.70	256
Dec	22	55	13	16,546	2,427	4,871	15.6	3.84	3.13	5.70	253
Jan 2008	23	54	13	16,617	2,538	5,010	15.6	3.81	3.10	5.69	258
Feb	23	52	13	16,503	2,409	5,057	15.1	3.79	3.10	5.70	279
Mar	25	51	13	15,208	2,105	5,158	17.6	3.77	3.06	5.70	281
Apr	25	52	13	16,519	2,513	5,234	14.8	3.73	3.02	5.70	280
May	25	53	13	13,869	1,868	5,265	20.3	3.67	3.00	5.70	279

\* 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>
May 2007	1.4389	11.28	15.92	1.4569	13.08	17.72	1.5776	1.2778	11.50	16.62
Jun	1.5466	12.88	17.84	1.5646	14.68	19.64	1.6527	1.5089	13.58	18.89
Jul	1.6708	15.61	20.91	1.6888	17.41	22.71	1.6180	1.8122	16.31	21.40
Aug	1.6010	16.74	21.76	1.6190	18.54	23.56	1.5942	1.9378	17.44	22.41
Sep	1.6382	16.76	21.91	1.6562	18.56	23.71	1.5171	1.9400	17.46	22.16
Oct	1.5209	16.86	21.59	1.5389	18.66	23.39	1.4162	1.9511	17.56	21.90
Nov	1.4318	17.04	21.45	1.4498	18.84	23.25	1.4147	1.9711	17.74	22.07
Dec	1.4120	15.65	20.04	1.4300	17.45	21.84	1.4418	1.8167	16.35	20.82
Jan 2008	1.4333	16.53	20.97	1.4513	18.33	22.77	1.3389	1.7344	15.61	19.75
Feb	1.3660	15.44	19.68	1.3840	17.24	21.48	1.3080	1.5989	14.39	18.46
Mar	1.3138	12.54	16.70	1.3318	14.34	18.50	1.3674	1.2489	11.24	15.63
Apr	1.3483	14.39	18.61	1.3663	16.19	20.41	1.4818	1.1633	10.47	15.29
May	1.4663	11.90	16.62	1.4843	13.70	18.42	1.5632	1.1556	10.40	15.51
June	1.5625	13.17	18.18	1.5805	14.97	19.98		1.2100	10.89	

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>
May 2007	1.5706	2.9424	0.5791	12.54	17.60	1.5706	1.4949	13.45	18.48
Jun	1.6457	3.7059	0.5831	14.93	20.17	1.6457	1.7268	15.54	20.76
Jul	1.6110	4.2068	0.5534	16.31	21.38	1.6110	1.8424	16.58	21.64
Aug	1.5872	3.9412	0.4368	14.79	19.83	1.5872	1.8785	16.91	21.87
Sep	1.5101	4.3929	0.2890	15.32	20.07	1.5101	1.8797	16.92	21.61
Oct	1.4092	4.1695	0.2286	14.27	18.70	1.4092	1.8855	16.97	21.31
Nov	1.4077	4.3081	0.2461	14.81	19.22	1.4077	1.7812	16.03	20.40
Dec	1.4348	4.7061	0.2637	16.14	20.60	1.4348	1.6296	14.67	19.18
Jan 2008	1.3319	4.4994	0.2097	15.19	19.32	1.3319	1.3385	12.05	16.29
Feb	1.3010	4.0180	0.0803	12.93	17.03	1.3010	1.1643	10.48	14.67
Mar	1.3604	4.3331	0.0493	13.72	18.00	1.3604	1.0833	9.75	14.17
Apr	1.4748	3.7579	0.0622	12.02	16.76	1.4748	1.0827	9.74	14.56
May	1.5562	4.1108	0.0766	13.20	18.18	1.5562	1.1301	10.17	15.26

# 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>
	Mar 2007	0.05	15.14	1.3769	2.4329	0.5257	0.00069
Apr	0.06	16.15	1.4657	2.5212	0.6008	0.00071	16.94
May	0.05	17.65	1.5706	2.9424	0.5791	0.00080	18.26
Jun	(0.05)	20.12	1.6457	3.7059	0.5831	0.00093	20.06
Jul	0.27	21.65	1.6110	4.2068	0.5534	0.00100	21.06
Aug	0.78	20.61	1.5872	3.9412	0.4368	0.00096	20.54
Sep	0.64	20.71	1.5101	4.3929	0.2890	0.00101	21.11
Oct	0.83	19.53	1.4092	4.1695	0.2286	0.00096	20.56
Nov	0.64	19.86	1.4077	4.3081	0.2461	0.00098	21.31
Dec	0.05	20.65	1.4348	4.7061	0.2637	0.00105	21.79
Jan 2008	0.38	19.70	1.3319	4.4994	0.2097	0.00100	20.57
Feb	0.60	17.63	1.3010	4.0180	0.0803	0.00092	19.01
Mar	(0.25)	17.75	1.3604	4.3331	0.0493	0.00098	18.78
Apr	0.47	17.23	1.4748	3.7579	0.0622	0.00091	
May	(0.19)	17.99	1.5562	4.1108	0.0766	0.00098	

# Summary of Federal Order Data - May 2008

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	Change From Previous Year
1 Northeast	2,085,763	895,285	42.9	\$ 19.87	\$ 0.00	\$ 18.18	\$ 16.73	\$ (0.42)
5 Appalachian	490,581	344,274	70.2	20.02	n/a	19.11	17.81	0.29
6 Florida	269,726	227,246	84.3	22.02	n/a	21.38	19.18	1.83
7 Southeast	597,176	386,638	64.7	20.42	n/a	19.60	18.30	0.87
<b>30 Upper Midwest</b>	<b>1,868,038</b>	<b>379,721</b>	<b>20.3</b>	<b>18.42</b>	<b>(0.19)</b>	<b>17.99</b>	<b>17.99</b>	<b>0.34</b>
32 Central	816,996	349,435	42.8	18.62	(1.10)	17.08	16.88	(0.42)
33 Mideast	1,230,457	565,473	46.0	18.62	(0.65)	17.53	17.33	(0.10)
124 Pacific Northwest	530,552	189,481	35.7	18.52	(1.35)	16.83	16.73	(1.04)
126 Southwest	701,656	358,601	51.1	19.62	(0.30)	17.88	16.68	(0.63)
131 Arizona	387,778	118,865	30.7	18.97	n/a	17.20	16.65	(0.87)
<b>All Market Average or Total *</b>	<b>8,978,724</b>	<b>3,815,020</b>	<b>42.5</b>					

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

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD).

To file a complaint of discrimination, write to USDA, Director, Office of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, or call (800) 795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider and employer.

**FEDERAL MILK MARKET ADMINISTRATOR**  
**U.S. DEPARTMENT OF AGRICULTURE**  
 4570 W 77th St., Suite 210  
 Minneapolis, MN 55435-5037

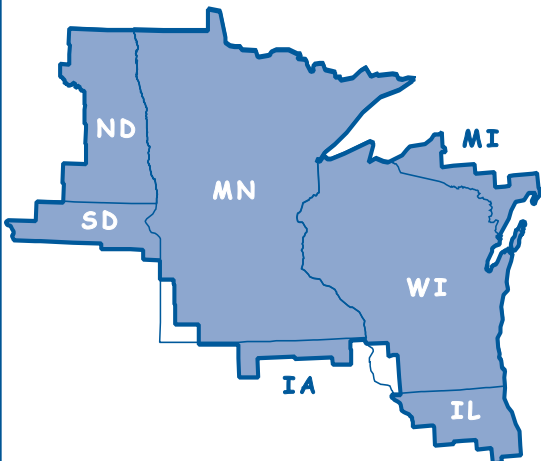
Phone: (952) 831-5292

Fax: (952) 831-8249

Website: [www.fmms30.com](http://www.fmms30.com)

FIRST-CLASS MAIL  
 U.S. POSTAGE PAID  
 HOPKINS, MN  
**PERMIT NO. 586**

*Address Service Requested*



**Upper Midwest Marketing Area**  
**F.O. 30**