

H. Paul Kyburz, Market Administrator
4570 W. 77th St., Suite 210
Minneapolis, MN 55435-5037
Telephone: (952) 831-5292
Fax: (952) 831-8249

Agricultural Marketing Service
Dairy Programs

**ANNOUNCEMENT OF CLASS PRICES AND RELATED DATA
FOR MAY 2000**

	Market Class I Differential Rate	Class I Prices ^{1/}		
		Skim Milk (Per cwt.)	Butterfat (Per Pound)	3.5% BF (Per cwt.)
Base Zone	\$ 1.80	\$ 9.50	\$ 1.1739	\$ 13.28
Other Zones	\$ 1.75	\$ 9.45	\$ 1.1734	\$ 13.23
	1.70	9.40	1.1729	13.18
	1.65	9.35	1.1724	13.13
	1.60	9.30	1.1719	13.08
Class II Prices	Nonfat Solids		(Per pound)	\$ 0.9333
	Butterfat		(Per pound)	1.2924
	Skim Milk		(Per cwt.)	8.40
	3.50% BF		(Per cwt.)	12.63
Class III Prices	Protein		(Per pound)	\$ 1.5514
	Other Solids		(Per pound)	0.0403
	Butterfat		(Per pound)	1.2854
	Skim Milk		(Per cwt.)	5.05
	3.50% BF		(Per cwt.)	9.37
Class IV Prices	Nonfat Solids		(Per pound)	\$ 0.8530
	Butterfat		(Per pound)	1.2854
	Skim Milk		(Per cwt.)	7.68
	3.50% BF		(Per cwt.)	11.91
Somatic Cell Adjustment Rate			(Per cwt. per 1,000 SCC)	\$ 0.00055

Factors Used in Prices for May 2000

Advanced Class III Skim Milk Price	(Per cwt.)	\$ 5.58
Advanced Class IV Skim Milk Price	(Per cwt.)	7.70
Class I Skim Milk Price Mover	(Per cwt.)	\$ 7.70
Advanced Butterfat Price	(Per pound)	1.1559

			<u>2-Week Average</u>	<u>Monthly Average</u>
NASS Survey Prices	Butter	(Per pound)	\$ 1.0618	\$ 1.1680
	Cheese	(Per pound)	1.1035	1.1022
	Dry Whey	(Per pound)	0.1774	0.1760
	Nonfat Dry Milk	(Per pound)	1.0096	1.0071
Component Prices	Butterfat	(Per pound)	\$ 1.1559	\$ 1.2854
	Protein	(Per pound)	1.7216	1.5514
	Other Solids	(Per pound)	0.0417	0.0403
	Nonfat Solids	(Per pound)	0.8555	0.8530

-- OVER --

**ADVANCED CLASS PRICES AND RELATED DATA
FOR JUNE 2000**

	Market Class I Differential Rate	Class I Prices ^{1/}		
		Skim Milk (Per cwt.)	Butterfat (Per Pound)	3.5% BF (Per cwt.)
Base Zone	\$ 1.80	\$ 9.50	\$ 1.2375	\$ 13.50
Other Zones	\$ 1.75	\$ 9.45	\$ 1.2370	\$ 13.45
	1.70	9.40	1.2365	13.40
	1.65	9.35	1.2360	13.35
	1.60	9.30	1.2355	13.30
Class II Nonfat Solids Price		(Per pound)		\$ 0.9333
Class II Skim Milk Price		(Per cwt.)		\$ 8.40
Factors Used in Prices for June 2000				
Advanced Class III Skim Milk Price		(Per cwt.)		\$ 5.29
Advanced Class IV Skim Milk Price		(Per cwt.)		7.70
Class I Skim Milk Price Mover		(Per cwt.)		\$ 7.70
Advanced Butterfat Price		(Per pound)		1.2195
NASS Survey Prices -- Two-Week Average				
Butter		(Per pound)		\$ 1.1140
Cheese		(Per pound)		1.1011
Dry Whey		(Per pound)		0.1755
Nonfat Dry Milk		(Per pound)		1.0100
Advanced Component Prices				
Butterfat		(Per pound)		\$ 1.2195
Protein		(Per pound)		1.6320
Other Solids		(Per pound)		0.0398
Nonfat Solids		(Per pound)		0.8559

REGIONAL MILK PRODUCTION COSTS, APRIL AND MAY 2000 ^{2/}

Region	Total Cash Expenses		Total Economic Costs	
	April 3/ (Per cwt.)	May (Per cwt.)	April 3/ (Per cwt.)	May (Per cwt.)
Northeast	\$ 14.79	\$ 14.73	\$ 19.69	\$ 19.63
Southeast	14.48	14.43	18.29	18.22
Upper Midwest	13.55	13.52	18.18	18.15
Corn Belt	14.37	14.34	20.20	20.17
Southern Plains	12.73	12.69	16.07	16.02
Pacific	9.52	9.51	11.21	11.20

1/ There is also a \$0.20 per cwt. processor assessment which is an obligation under the Fluid Milk Promotion Order (7 CFR §1160.101 et seq.). The Order requires that all persons who process and market more than 500,000 pounds of fluid milk products in consumer-type packages in the contiguous 48 States of the continental United States and the District of Columbia be assessed \$0.20 per cwt. on all marketings of such packaged fluid products during the month.

2/ United States Department of Agriculture, Economic Research Service. For further information, contact Sarah Short, 202-694-5588. Regions are defined as: Northeast--New York, Pennsylvania, and Vermont; Southeast--Florida and Georgia; Upper Midwest--Michigan, Minnesota, and Wisconsin; Corn Belt--Iowa, Missouri, and Ohio; Southern Plains--Texas; Pacific--Arizona, California, and Washington.

3/ Revised.

June 2, 2000

H. Paul Kyburz, Market Administrator

The United States Department of Agriculture (USDA) prohibits discrimination in all its programs on the basis of race, color, national origin, gender, religion, age, disability, political beliefs, sexual orientation, and marital or family status. (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 the USDA's TARGET Center at 202-720-2600 (voice and TDD).

To file a complaint of discrimination, write USDA, Director, Office of Civil Rights, Room 326-W, Whitten Building, 14th and Independence Avenue, SW, Washington, D.C., 20250-9410, or call 202-720-5964 (voice or TDD). USDA is an equal opportunity provider and employer.