



UPPER MIDWEST DAIRY NEWS

H. Paul Kyburz, Market Administrator

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Upper Midwest Marketing Area, Federal Order No. 30

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USDA Requests Additional Proposals

The U.S. Department of Agriculture (USDA) has received proposals requesting that a hearing be held to consider amending Federal milk orders to reclassify some Class III products to Class IV.

Before deciding whether a hearing should be held, USDA is providing interested parties an opportunity to submit additional proposals regarding the reclassification of products in Class III and Class IV.

The proposals should be mailed to: Deputy Administrator, USDA/AMS/Dairy Programs, Stop 0225-Room 2968-S, 1400 Independence Avenue, SW, Washington, DC 20250-0225, **by June 30, 2003**. Each proposal should be accompanied by a brief but comprehensive statement on the need for the proposal. The statement will be used in deciding whether the proposals should be considered if a hearing to amend the orders is to be held.

If USDA concludes that a hearing should be held, all known interested persons will be mailed a copy of the hearing notice.

For questions concerning the filing of the proposals or to obtain a copy of the present order, please contact this office, or go to the web page listed below.

F.O. 30 Web Page

The web page for the Upper Midwest Federal Milk Order contains price announcements, plant lists, order maps, information on order amendment actions, and links to other Federal order and government web pages. In addition, the web page contains the current version of order language for the Upper Midwest Order.

<http://www.fmama30.com>

June is Dairy Month!

Pool Summary

- In May, 15,602 producers delivered to the market with an average daily delivery of 4,266 pounds.
- Producer milk totaled 1.94 billion pounds, up 0.6% on a daily basis from April.
- Class I utilization totaled 347 million pounds, down 0.8% on a daily basis from April.
- Class I usage accounted for 17.9% of producer milk.
- The May Producer Price Differential is \$0.40 per cwt.
- The Statistical Uniform Price is \$10.11 per cwt., up 24¢ from April, but \$1.19 below May 2002.
- Market statistics for May are shown on Pages 4 and 5.

May 2003 Producer Milk by Class

	Percent	Product Pounds	Price \$/cwt.
Class I	17.9	346,553,766	11.51
Class II	2.5	49,354,529	10.43
Class III	77.9	1,508,442,773	9.71
Class IV	1.7	32,174,322	9.74
Total		1,936,525,390	

2002 Annual Dairy Products Summary

Butter production in the United States during 2002 totaled 1.4 billion pounds, 10% above 2001. California accounted for 28% of butter production, followed by Wisconsin with 25% and Washington with 8%.

Total cheese production in 2002, excluding cottage cheeses, was 8.6 billion pounds, 4% above 2001 production. Wisconsin was the leading cheese-pro-

ducing state with 26% of the production, followed by California with 20% and New York with 8%.

American type cheese production was 3.7 billion pounds, 5% above 2001. American cheese accounted for 43% of total cheese production in 2002.

Italian cheese varieties, with 3.5 billion pounds, were 2% above 2001 production.

Mozzarella accounted for 80% of the Italian production followed by Provolone with 7.5% and Ricotta with nearly 7%. Wisconsin was the leading Italian cheese producing state, with 28% of the production, followed by California with 23%.

Nonfat dry milk for human food, at 1.6 billion pounds, was up 11% from 2001. California was the leading state with 48%, followed by Washington with 12%.

Annual Production and Number of Plants Manufacturing Selected Dairy Products in the United States, 2001 and 2002

Product	2001 Revised		2002		Change from 2001 Percent
	Plants Number	Production 1,000 lbs.	Plants Number	Production 1,000 lbs.	
Butter	76	1,231,838	72	1,355,148	+ 10
Cheese					
American Types					
Cheddar	170	2,746,691	167	2,840,077	+ 3
Other American ^{1/}	115	797,494	114	868,938	+ 9
Total American	189	3,544,185	183	3,709,015	+ 5
Swiss	41	245,504	36	254,096	+ 3
Muenster	41	82,222	44	80,405	- 2
Brick	21	8,706	21	9,306	+ 7
Limburger	1	702	1	651	- 7
Italian Varieties					
Mozzarella	122	2,767,784	117	2,813,712	+ 2
Other Italian	89	658,102	92	692,766	+ 5
Total Italian	151	3,425,886	148	3,506,478	+ 2
Cream & Neufchatel	34	645,056	34	709,551	+ 10
Hispanic	32	108,810	38	121,251	+ 11
All Other Types	152	199,557	140	208,296	+ 4
Total Cheese ^{2/}	407	8,260,628	403	8,599,049	+ 4
Cottage Cheese					
Curd ^{3/}	94	453,195	91	437,935	- 3
Creamed ^{4/}	88	371,623	88	372,399	+ 0
Lowfat ^{5/}	87	370,233	85	374,296	+ 1
Dry Milk					
Dry Whole Milk	12	41,201	11	47,411	+ 15
Nonfat Dry Milk, Human	44	1,413,777	44	1,568,991	+ 11
Dry Skim Milk, Animal	28	5,507	29	7,565	+ 37
Dry Buttermilk	22	51,712	22	54,886	+ 6
Yogurt, Plain and Fruit Flavored	90	2,002,825	92	2,135,106	+ 7

^{1/} Includes Colby, Monterey, and Jack. ^{2/} Excluding cottage cheese. ^{3/} Mostly used for processing into creamed or lowfat cottage cheese.

^{4/} Fat content 4.0% or more. ^{5/} Fat content less than 4.0%, mostly 0.5% to 2.0%.

Source: "Dairy Products 2002 Summary", Da 2-1 (03), National Agricultural Statistics Service (NASS), USDA (www.usda.gov/nass).

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 marketwide mailbox price.

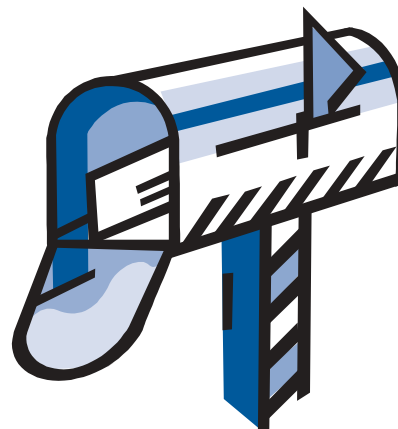
Mailbox prices for the first quarter of 2003 are contained in the table below for

each of the reporting areas, along with the 2002 annual average. All mailbox prices are reported at test; there is no adjustment to 3.5% butterfat.

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.

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

Reporting Area ^{2/}	2002 Weighted Average	Jan 2003	Feb 2003	Mar 2003
Northeast Federal Order	\$11.89	\$11.62	\$11.22	\$10.86
Appalachian States ^{3/}	12.62	12.45	12.12	11.54
Southeast States ^{4/}	13.19	13.07	12.54	11.93
Southern Missouri ^{5/}	11.99	11.83	11.44	10.82
Florida	15.22	14.72	13.98	13.56
Ohio	11.91	11.77	11.34	10.85
Michigan	11.69	11.42	11.06	10.61
Wisconsin	12.02	11.59	11.28	10.70
Minnesota	11.85	11.52	11.21	10.72
Iowa	n/a	11.58	11.24	10.68
Illinois	11.94	11.89	11.48	10.78
Corn Belt States ^{6/}	n/a	11.46	11.11	10.40
Western Texas ^{7/}	12.02	11.90	11.17	10.71
New Mexico	11.05	10.93	10.16	9.78
Idaho	10.88	10.38	10.17	9.75
Utah	10.68	10.25	9.98	9.55
Northwest States ^{8/}	11.54	10.91	10.57	10.33
All Federal Order Areas ^{9/}	\$11.91	\$11.61	\$11.19	\$10.74
Upper Midwest Order ^{10/}	\$11.87	\$11.53	\$11.07	\$10.64
California ^{11/}	\$10.99	\$10.64	\$10.33	



^{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/} The counties of Vernon, Cedar, Polk, Dallas, Laclede, Texas, Dent, Crawford, Washington, St. Francois, and Perry, and all those to the south of these.

^{6/} Includes Kansas, Nebraska and the Missouri counties listed to the north of those in footnote 5.

^{7/} All counties to the west of Fanin, Hunt, Van Zandt, Henderson, Anderson, Houston, Cherokee, Nacogdoches, and Shelby.

^{8/} Includes Oregon and Washington.

^{9/} Weighted average of the information for all

selected reporting areas in Federal milk orders.

^{10/} This mailbox price is calculated by the Upper Midwest Order Market Administrator's Office and includes information for all milk pooled on the order.

^{11/} 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". The annual average is the simple average of monthly prices.

n/a = Not available

Upper Midwest Pool Statistics - May 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	
Cwt.	Number	Pounds	Pounds	Pounds	Value	Pounds	Value
\$1.80	4	60,893,833	218,376	61,112,209	\$ 0	54,027,865	\$ 972,502
\$1.75	38	195,217,456	416,813,858	612,031,314	306,016	147,439,921	2,580,199
\$1.70	36	196,638,400	876,524,717	1,073,163,117	1,073,163	122,703,531	2,085,960
\$1.65	5	28,411,265	5,428,492	33,839,757	50,760	22,382,449	369,310
Other	0	0	156,378,993	156,378,993	302,523	0	0
Total	83	481,160,954	1,455,364,436	1,936,525,390	\$1,732,462	346,553,766	\$6,007,971

Computation of Producer Price Differential - May 2003

	Utilization Percentage	Product Pounds	Component Pounds	Rate	Value
Class I					
Differential Value					\$6,007,970.65
Product	17.9%	346,553,766			
Skim Milk			341,196,341	\$ 5.9100	20,164,703.73
Butterfat			5,357,425	1.1462	6,140,680.55
Class II					
Product	2.5%	49,354,529			
Nonfat Solids			3,850,548	0.7344	2,827,842.47
Butterfat			6,771,321	1.1582	7,842,543.98
Class III					
Product	77.9%	1,508,442,773			
Protein			44,840,138	1.9275	86,429,366.08
Other Solids			86,747,477	(0.0144) ^{1/}	(1,249,163.69)
Butterfat			53,219,698	1.1512	61,266,516.35
Class IV					
Product	1.7%	32,174,322			
Nonfat Solids			2,408,209	0.6574	1,583,156.60
Butterfat			5,513,296	1.1512	6,346,906.38
SCC Adjustment (Class II, III, and IV)					228,508.93
Total Producer Milk *		1,936,525,390			\$197,589,032.03
Add:					
Overage					24,001.56
Inventory Reclassified					21,355.48
Other Source Milk \$.60(h)					0.00
Other Source Milk \$.60(i)					0.00
Subtract:					
Transportation Credit					187,992.92
Assembly Credit					276,251.72
Credit for Reconstituted FMP					0.00
Producer Milk Protein					110,791,416.37
Producer Milk Other Solids					(1,600,915.77)
Producer Milk Butterfat					81,576,035.12
Producer Milk SCC Adjustment					315,699.40
Total Milk and Value		1,936,525,390			\$6,087,909.31
Add:					
Location Adjustment -- Producer and Unregulated Supply Plant Milk					1,732,461.76
One-Half Unobligated Balance Producer Settlement Fund					864,884.07
Total Value				0.448497	\$8,685,255.14
Subtract:					
Producer Settlement Fund Reserve				0.048497	939,153.58
Producer Price Differential **				\$0.40	\$7,746,101.56

^{1/} The average wholesale price of dry whey for May 2003 was less than the make allowance contained in the other solids price formula.

* An estimated 127 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

	May 2003		April 2003	May 2002
	Product Pounds	Butterfat Pounds	Product Pounds	Product Pounds
Class I Utilization:				
Packaged Disposition				
Milk	54,818,066	1,786,287	50,849,757	57,076,944
Flavored Milk	6,582,614	204,183	6,232,633	4,951,153
Reduced Fat Milk	130,912,521	2,553,970	124,533,200	133,781,314
Lowfat Milk	45,738,195	450,704	44,675,231	46,412,479
Fat Free Milk	85,224,966	80,802	81,671,068	86,474,358
Flavored Reduced and Fat Free Milk	28,977,174	254,673	27,651,190	26,993,703
Buttermilk	2,619,870	27,765	2,480,513	2,908,567
Total Packaged Disposition	354,873,406	5,358,384	338,093,592	358,598,518
Total Ending Inventory	27,300,636	409,089	28,558,295	34,738,242
Bulk to Nonpool Plants	1,133,604	14,556	1,127,960	506,411
Shrinkage	1,929,780	207,693	2,003,575	2,456,838
Total Class I Utilization	385,237,426	5,989,722	369,783,422	396,300,009
Other Order Plants	(9,890,024)	(188,978)	(4,910,232)	(13,072,390)
Beginning Inventory	(28,651,044)	(444,932)	(26,593,000)	(27,586,960)
Reused Products	0	0	0	0
Other Source Milk	(208,293)	(2,577)	(193,779)	(111,787)
Overage	0	0	0	0
Interhandler Adjustment	65,701	4,190	(26,113)	171,886
Class I Producer Milk	346,553,766	5,357,425	338,060,298	355,700,758
Class II Utilization:				
Total Class II Utilization	63,758,872	7,682,821	66,181,783	58,274,112
Other Order Plants	(343,799)	(45,346)	(759,844)	(1,795,930)
Beginning Inventory	(2,981,327)	(183,116)	(1,360,774)	(2,651,528)
Reused Products	(10,366,459)	(4,861)	(10,721,782)	(8,414,181)
Other Source Milk	(712,758)	(678,177)	(511,977)	(173,861)
Overage	0	0	--	0
Class II Producer Milk	49,354,529	6,771,321	52,827,406	45,238,612
Class III Utilization:				
Total Class III Utilization	1,565,159,600	54,954,780	1,478,451,214	1,211,880,676
Other Order Plants	(46,646,857)	(1,382,353)	(38,230,829)	(14,298,506)
Beginning Inventory	(7,084,409)	(148,233)	(7,151,973)	(3,195,704)
Reused Products	0	0	0	0
Other Source Milk	(2,917,740)	(193,111)	(2,169,563)	(2,445,690)
Overage	(67,821)	(11,385)	(25,573)	(103,073)
Class III Producer Milk	1,508,442,773	53,219,698	1,430,873,276	1,191,837,703
Class IV Utilization:				
Total Class IV Utilization	57,333,567	7,122,583	67,902,076	53,451,978
Other Order Plants	(3,928,075)	(403,050)	(4,705,597)	(5,805,088)
Beginning Inventory	(11,546,485)	(631,704)	(14,227,642)	(14,239,943)
Reused Products	--	--	--	0
Other Source Milk	(9,671,511)	(568,314)	(7,719,813)	(4,975,198)
Overage	(13,174)	(6,219)	(252,939)	(17,132)
Class IV Producer Milk	32,174,322	5,513,296	40,996,085	28,414,617
Total Producer Milk -- All Classes	1,936,525,390	70,861,740	1,862,757,065	1,621,191,690

-- 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 2002	1.2213	1.2133	1.2359	1.0525	0.8972	0.1759	1.2337	1.2315	1.2521	1.0643	0.8953	0.1827
Jun	1.1655	1.1438	1.1708	1.0343	0.9005	0.1639	1.1738	1.1524	1.1792	1.0533	0.9006	0.1663
Jul	1.0898	1.0768	1.1004	1.0112	0.9033	0.1545	1.1013	1.0847	1.1098	1.0188	0.9025	0.1552
Aug	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

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 2002	1.0590	1.2009	1.1688	0.9174	0.9149	0.1691	0.1715
Jun	1.0427	1.1299	1.1051	0.9213	0.9138	0.1553	0.1591
Jul	1.0302	1.0889	1.0680	0.9275	0.9144	0.1566	0.1451
Aug	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

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)	
May 2002	27	58	11	13,490	1,621	3,986	21.9	3.71	2.98	5.72	324
Jun	27	56	11	13,563	1,546	3,908	19.1	3.64	2.95	5.74	340
Jul	27	56	12	13,407	1,513	3,742	21.2	3.55	2.89	5.70	390
Aug	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

* 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 2002	1.3339	6.83	11.26	1.3519	8.63	13.06	1.1503	0.8367	7.53	11.29
Jun	1.1577	7.23	11.03	1.1757	9.03	12.83	1.1281	0.8333	7.50	11.19
Jul	1.1443	6.85	10.62	1.1623	8.65	12.42	1.0999	0.8389	7.55	11.14
Aug	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		0.7356	6.62	

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 2002	1.1433	2.2097	0.0371	7.07	10.82	1.1433	0.7572	6.81	10.57
Jun	1.1211	2.0148	0.0247	6.39	10.09	1.1211	0.7605	6.84	10.52
Jul	1.0929	1.8095	0.0150	5.70	9.33	1.0929	0.7633	6.87	10.45
Aug	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

Producer Prices

Month/Year	Producer Price	Statistical Uniform Price	Butterfat Price	Protein Price	Other Solids Price	SCC Adjustment Rate	Producer Mailbox Price (at test)
	Differential	(at 3.50%)					
	<i>\$ per cwt.</i>	<i>\$ per cwt.</i>					
Mar 2002	0.60	11.25	1.3638	1.8342	0.0688	0.00060	12.19
Apr	0.50	11.35	1.2890	2.0109	0.0566	0.00062	12.17
May	0.48	11.30	1.1433	2.2097	0.0371	0.00062	11.98
Jun	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	
May	0.40	10.11	1.1512	1.9275	(0.0144) *	0.00057	

* 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 - May 2003

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	2,176,919	917,357	42.1	\$ 12.96	\$ 1.89	\$ 11.60	\$ 10.15	\$ (1.03)
5 Appalachian	550,750	365,705	66.4	12.81	n/a	12.11	10.81	(0.98)
6 Florida	261,680	207,075	79.1	13.71	n/a	13.10	10.90	(1.45)
7 Southeast	624,501	389,555	62.4	12.81	n/a	11.99	10.69	(0.90)
30 Upper Midwest	1,936,525	346,554	17.9	11.51	0.40	10.11	10.11	(1.19)
32 Central	1,479,058	401,090	27.1	11.71	0.70	10.41	10.21	(1.06)
33 Mideast	1,533,495	562,542	36.7	11.71	0.92	10.63	10.43	(1.00)
124 Pacific Northwest	642,191	180,277	28.1	11.61	0.67	10.38	10.28	(0.97)
126 Southwest	953,397	339,321	35.6	12.71	1.59	11.30	10.10	(1.12)
131 Arizona-Las Vegas	283,031	81,766	28.9	12.06	n/a	10.45	9.90	(1.06)
135 Western	639,841	93,955	14.7	11.61	0.48	10.19	10.09	(1.12)
All Market Average or Total *	11,081,389	3,885,196	35.1					

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

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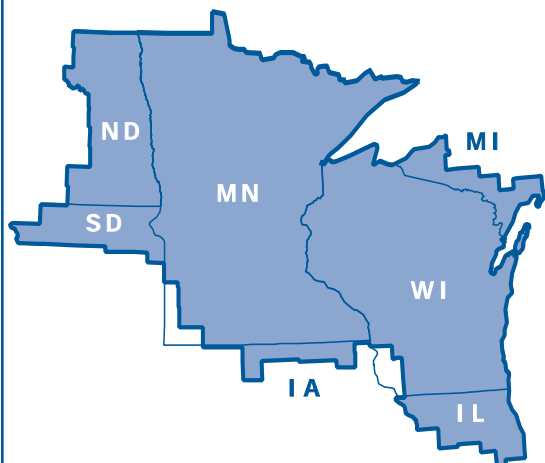
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