



UPPER MIDWEST DAIRY NEWS

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Margin Protection Program Information *

The Margin Protection Program for Dairy (MPP-Dairy) is a voluntary risk management program for dairy producers authorized by the 2014 Farm Bill through December 31, 2018. The MPP-Dairy offers protection to dairy producers when the difference between the all-milk price and the average feed cost (the margin) falls below a certain dollar amount selected by the producer.

Eligible Dairy Operations

To be eligible for MPP-Dairy, a dairy operation must:

- Produce and commercially market milk from cows located in the United States;
- Provide proof of milk production at the time of registration;
- Not be enrolled in the Risk Management Agency's Livestock Gross Margin for Dairy program (LGM-Dairy).

Exception: During the 2014 and 2015 enrollment periods for MPP-Dairy, dairy operations already enrolled in LGM-Dairy may sign up for MPP-Dairy; however, the coverage under MPP-Dairy will not become effective until after the target month of marketings under LGM-Dairy has ended or the dairy operation provides proof that the LGM-Dairy policy has been cancelled.

Dairy operations may consist of one or more dairy producers that are in the business of commercially producing and marketing milk as a single unit. Dairy producers who are members of the dairy operation must share in the risk of producing milk and make contributions to the dairy operation that are at least commensurate with their share of the proceeds of the operation.

Dairy operations must be in compliance with Highly Erodible Land and wetland conservation provisions. Adjusted Gross Income provisions do not apply to MPP-Dairy.

Dairy operations can obtain more information on MPP-Dairy at FSA county offices and online at www.fsa.usda.gov; click on Price Support.

Producers may have more than one dairy operation, but they must be separate and distinct in order to have a separate contract.

Dairy operations, as constituted for the Milk Income Loss Contract (MILC) Program, are eligible for the MPP-Dairy program.

Registration

Eligible dairy operations must register for coverage at the Farm Service Agency (FSA) office where their farm records are maintained by:

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Pool Summary

- In August, producer milk totaled 2.9 billion pounds, down 27 million pounds from July, and less than one million pounds below August 2013.
- Class I utilization totaled 286 million pounds, down 0.4% on a daily basis from July. Class I usage accounted for 9.8% of producer milk.
- Class III utilization totaled 2.6 billion pounds and accounted for 87.9% of producer milk.
- The August Producer Price Differential (PPD) was \$0.48 per cwt.
- The Statistical Uniform Price was \$22.73 per cwt., up \$0.68 from July, and \$4.48 above August 2013.
- Market statistics for August are shown on Pages 4 and 5.

August 2014 Producer Milk by Class

	Percent	Product Pounds	Price \$/cwt.
Class I	9.8	286,058,534	25.67
Class II	1.7	48,834,291	25.34
Class III	87.9	2,558,928,385	22.25
Class IV	0.6	16,906,890	23.89
Total		2,910,728,100	

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- Establishing a production history by completing and submitting form CCC-781, "Production History Establishment";
- Completing and submitting form CCC-782, "Contract and Annual Coverage Election";
- Paying the \$100 administrative fee and;
- Paying the premium, if any. A minimum administrative fee of \$100 is required to be paid for each covered year through the duration of the program. Additional fees may apply for higher coverage levels.

Note: The registration period for 2014 and 2015 coverage began on September 2, 2014 and continues through November 28, 2014.

Registration periods for subsequent years are as follows:

Coverage Year	Registration Periods
2016	July 1 - Sept. 30, 2015
2017	July 1 - Sept. 30, 2016
2018	July 1 - Sept. 30, 2017

A new dairy operation that has been established after a registration period closes is required to submit a contract within the first 90 calendar days in which the dairy operation first commercially markets milk for the calendar year or wait until the registration period for the next calendar year of coverage. Margin Protection Coverage for dairy operations registering within the first 90 days of marketing milk will become effective beginning the next full two-month marketing period after registration.

Production History Establishment

Participating dairy operations establish their production history upon initial registration and all producers in the participating dairy operation must provide adequate proof of the dairy operation's quantity of milk marketed commercially. All information provided is subject to verification and spot checked by FSA.

For existing dairy operations, the production history is established using the highest annual milk production marketed during

the full calendar years of 2011, 2012, or 2013.

Dairy operations without 12 full months of milk marketings as of February 7, 2014, may be considered new dairy operations.

New dairy operations may establish their production history using one of the following methods:

- Available full month's marketed milk production for the calendar year the operation first began to market milk, calculated to a yearly amount using a national index based on seasons, or
- Estimated actual marketed milk production based on the actual herd size of the dairy operation relative to the national rolling herd average.

In subsequent years, the production history of a participating dairy operation will be adjusted to reflect any increase in the national average milk marketing production; no change in production history is otherwise allowed. Additionally, there will be no change in production history through the expansion or reduction in herd size of the participating dairy operation.

Coverage Election

Catastrophic Coverage (CAT) of \$4.00 margin coverage level at 90 percent of the established production history requires no premium payment, but the dairy operation must pay the \$100 administrative fee.

For increased protection, dairy operations may annually select a percentage of coverage from 25 to 90 percent of the established production history in five percent increments and a coverage level threshold from \$4.50 to \$8.00 in 50 cent increments.

Coverage election must be made prior to the end of the annual election period. After the initial year of registration, failure to make an election results in the coverage level defaulting to the CAT level of 90 percent at \$4.00 margin. Dairy operations may only select one coverage level percentage and coverage level threshold for the applicable calendar year. All producers in the participating dairy operation with a share and risk in the milk marketing must agree to the coverage elected on the contract.

A new web tool is available that will allow dairy producers to use data unique to their specific operation, combined with other variables to test a variety of financial scenarios before eventually enrolling in the new MPP-Dairy. The web tool is located at www.fsa.usda.gov/mpptool

Premiums

A participating dairy operation will pay a premium based on the level of coverage elected. Premiums will be calculated by multiplying the coverage percentage selected (from 25 percent to 90 percent) multiplied by the production history of the dairy operation to obtain the covered milk marketings. The covered milk marketings in hundredweight (cwt.) are multiplied by the premium per cwt. applicable to the coverage level selected. Premiums will be calculated from Tier 1 for covered production history up to 4 million pounds and from Tier 2 for covered production history exceeding 4 million pounds.

For calendar year 2014, total premiums are due at the time of registration.

For calendar years 2015 through 2018, at least 25 percent of the calculated premium is due by February 1 and the balance is due before June 1 for dairy operations that elect coverage above the \$4 level.

An operation must pay: (1) the premium in full at the time of annual coverage election; or (2) the administrative fee and a minimum of 25 percent of the premium by February 1 of the applicable calendar year of coverage, with the remaining balance due no later than June 1 of the applicable calendar year of coverage.

Premium balances due, but not in arrears by June 1, will be deducted from any MPP-Dairy payments made to the participating dairy operation during the applicable calendar year of coverage.

New dairy operations formed after the annual registration period will have their premiums prorated for that year based on the portion of the calendar year for which they purchase coverage. New dairy operations formed after the annual registration period will have their premiums prorated for that year based on the portion of the calendar year for which they purchase coverage.

Coverage Level (Margin) per cwt.	Tier 1 Premium for 2014 and 2015	Tier 1 Premium for 2016 - 2018	Tier 2 Premium for 2014 - 2018
	Covered production history less than 4 million lbs. with 25 percent reduction	Covered production history less than 4 million lbs.	Covered production history greater than 4 million lbs.
\$ 4.00	None	None	None
\$ 4.50	\$ 0.008	\$ 0.010	\$ 0.020
\$ 5.00	\$ 0.019	\$ 0.025	\$ 0.040
\$ 5.50	\$ 0.030	\$ 0.040	\$ 0.100
\$ 6.00	\$ 0.041	\$ 0.055	\$ 0.155
\$ 6.50	\$ 0.068	\$ 0.090	\$ 0.290
\$ 7.00	\$ 0.163	\$ 0.217	\$ 0.830
\$ 7.50	\$ 0.225	\$ 0.300	\$ 1.060
\$ 8.00	\$ 0.475	\$ 0.475	\$ 1.360

For calendar years 2014 and 2015, the premium rate will be reduced by 25 percent for production under the Tier 1 premium schedule, except at the \$8.00 level.

For calendar year 2014, premiums will be prorated for the last consecutive two-month periods of September/October and November/December.

FSA will provide premium calculators for dairy operations to evaluate the costs of different coverage options. The premium calculators will be located at the FSA website.

Margin Calculations

The “production margin” is the difference between the national all-milk price and the national average feed cost.

The all-milk price is the average price of milk marketed in the United States as reported by NASS.

The average feed cost is calculated by using the sum of:

- 1.0728 times the price of corn per bushel, plus
- .00735 times the price of soybean meal per ton, plus
- .0137 times the price of alfalfa hay per ton.

The corn and alfalfa hay prices are those reported in the monthly NASS Agricultural Prices report. The price of soybean meal is the Central Illinois soybean meal price delivered by rail as reported in the Agricultural Marketing Service (AMS) Market News-Monthly.

The production margin will be calculated each consecutive two-month period consisting of the months of January/February, March/April, May/June, July/August, September/October, and November/December.

Payments

A participating dairy operation will receive a margin protection payment whenever the average actual dairy production margin for a consecutive two-month period is less than the coverage level threshold selected by the participating dairy operation.

The margin protection payment calculation is the:

- Coverage level threshold selected by the participating dairy operation, minus
- Actual dairy production margin for the consecutive two-month period, multiplied by
- Coverage percentage selected by the participating dairy operation, multiplied by
- Established production history in cwt. of the participating dairy operation, divided by six.

Example: A dairy operation has an established production history of 3 million pounds (30,000 cwt). The participating dairy operation selected the 50 percent coverage level at the \$7.00 threshold. For the two-month marketing period, the actual production margin is \$5.00. The actual production margin is less than the threshold selected. Therefore, a payment will be earned as calculated here:

- \$7.00 threshold minus \$5.00 margin = \$2.00 difference
- \$2.00 times 50% times 5,000 cwt (30,000 cwt/6) = \$5,000

Contract Modifications

Dairy operations must immediately notify FSA of any modifications that may affect their participation in MPP-Dairy. Contract modifications include, but are not limited to, the death of a producer on the contract; producer joining the operation; member exiting the operation; relocation of the dairy operation; transfer of shares by sale or other transfer action or dairy operation reconstitutions resulting in a change in the organizational structure of the participating dairy. Changes are subject to review by FSA to determine if the changes were made solely to circumvent the purpose of the program.

In general, if premiums are paid in full, modifications will take effect the next consecutive two-month marketing period. Otherwise, modifications will not be recognized until the following open election period when all associated premiums from any previous calendar year of coverage have been paid in full.

How to Apply

To apply for MPP-Dairy, dairy operations must submit form CCC-781 “Margin Protection Program for Dairy Producers Production History Establishment” and form CCC-782 “Margin Protection Program for Dairy Producers Contract and Annual Coverage Election” to their local FSA county office.

These forms are available at FSA county offices and online at: <http://forms.sc.egov.usda.gov/eForms/welcomeAction.do?Home>

For More Information

Dairy operations can obtain more information on MPP-Dairy at FSA county offices and online at www.fsa.usda.gov; click on Price Support.

* Adapted from USDA Farm Service Agency (FSA) fact sheet entitled “Margin Protection Program for Dairy (MPP-Dairy)” released in August 2014. http://www.fsa.usda.gov/Internet/FSA_File/mpp_dairy.pdf

Computation of Producer Price Differential - August 2014

	Utilization Percentage	Product Pounds	Component Pounds	Rate	Value
Class I					\$ 4,972,097.19
Differential Value					
Product	9.8%	286,058,534			
Skim Milk			281,675,944	\$15.2200	42,871,078.67
Butterfat			4,382,590	2.6235	11,497,724.88
Class II					
Product	1.7%	48,834,291			
Nonfat Solids			3,824,523	1.7689	6,765,198.72
Butterfat			6,719,296	2.8518	19,162,088.36
Class III					
Product	87.9%	2,558,928,385			
Protein			77,905,872	3.1496	245,372,334.44
Other Solids			147,583,351	0.5036	74,322,975.54
Butterfat			89,621,640	2.8448	254,955,641.50
Class IV					
Product	0.6%	16,906,890			
Nonfat Solids			878,296	1.6047	1,409,401.59
Butterfat			7,258,749	2.8448	20,649,689.16
SCC Adjustment (Class II, III, and IV)					2,920,939.84
Total Producer Milk *		2,910,728,100			\$ 684,899,169.89
Add:					
Overage					106,506.69
Inventory Reclassified					(99,962.96)
Other Source Milk \$.60(h)					0.00
Other Source Milk \$.60(i)		51,764			1,667.17
Subtract:					
Transportation Credit					31,984.91
Assembly Credit					228,173.10
Credit for Reconstituted FMP					0.00
Producer Milk Protein					278,241,629.34
Producer Milk Other Solids					84,305,817.70
Producer Milk Butterfat					307,187,975.94
Producer Milk SCC Adjustment					3,238,052.92
Total Milk and Value		2,910,779,864			\$ 11,673,746.88
Add:					
Location Adjustment -- Producer and Unregulated Supply Plant Milk					2,270,620.84
One-Half Unobligated Balance Producer Settlement Fund					1,331,628.09
Total Value				0.524808	\$ 15,275,995.81
Subtract:					
Producer Settlement Fund Reserve				0.044808	1,304,252.46
Producer Price Differential **				\$ 0.48	\$ 13,971,743.35

* An estimated 242 million pounds of milk was not pooled.

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

Upper Midwest Pool Statistics - August 2014

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	3	85,168,348	11,497,713	96,666,061	\$ 0	82,176,552	\$ 1,479,178
\$1.75	33	99,850,609	1,086,983,329	1,186,833,938	593,417	69,947,512	1,224,081
\$1.70	28	213,063,361	1,314,419,822	1,527,483,183	1,527,483	117,838,012	2,003,246
\$1.65	4	20,110,717	79,634,201	99,744,918	149,618	16,096,458	265,592
Total	68	418,193,035	2,492,535,065	2,910,728,100	\$ 2,270,518	286,058,534	\$ 4,972,097

Utilization and Classification of Milk

	August 2014		July 2014	August 2013
	Product Pounds	Butterfat Pounds	Product Pounds	Product Pounds
Class I Utilization:				
Packaged Disposition				
Milk	43,086,825	1,416,270	42,848,852	42,246,677
Flavored Milk	2,405,420	76,139	2,327,689	2,430,949
Reduced Fat Milk	109,101,719	2,105,701	108,584,802	115,024,901
Lowfat Milk	51,959,667	492,030	51,637,063	54,826,339
Fat Free Milk	57,679,488	51,113	57,256,958	67,423,523
Flavored Reduced and Fat Free Milk	21,152,869	179,180	18,294,885	23,477,162
Buttermilk	2,902,760	43,676	3,197,099	3,138,020
Total Packaged Disposition	288,288,748	4,364,109	284,147,348	308,567,571
Total Ending Inventory	19,194,182	270,022	19,738,776	18,701,745
Bulk to Nonpool Plants	1,113,328	22,937	1,760,212	2,371,876
Shrinkage	1,015,266	83,137	2,277,038	957,014
Total Class I Utilization	309,611,524	4,740,205	307,923,374	330,598,206
Other Order Plants	(1,934,477)	(35,322)	(1,913,304)	(2,925,438)
Beginning Inventory	(20,855,105)	(310,821)	(17,956,078)	(19,614,808)
Reused Products	0	0	0	0
Other Source Milk	(763,329)	(11,038)	(779,615)	(239,333)
Overage	0	0	0	0
Interhandler Adjustment	(79)	(434)	4,022	(13,359)
Class I Producer Milk	286,058,534	4,382,590	287,278,399	307,805,268
Class II Utilization:				
Total Class II Utilization	62,880,775	7,320,573	59,518,045	60,455,407
Other Order Plants	--	--	(662,387)	--
Beginning Inventory	(956,250)	(41,173)	(2,382,984)	(1,003,583)
Reused Products	(12,536,676)	(6,546)	(9,329,108)	(6,497,695)
Other Source Milk	(553,558)	(553,558)	0	--
Overage	--	--	--	0
Class II Producer Milk	48,834,291	6,719,296	47,143,566	52,954,129
Class III Utilization:				
Total Class III Utilization	2,602,042,137	89,776,113	2,629,544,493	2,559,548,052
Other Order Plants	(25,947,590)	(42,678)	(25,095,795)	(3,252,551)
Beginning Inventory	(6,157,893)	(71,626)	(10,303,454)	(9,608,866)
Reused Products	0	0	0	0
Other Source Milk	(10,931,088)	(35,285)	(3,981,032)	(10,427,411)
Overage	(77,181)	(4,884)	(71,452)	(51,805)
Class III Producer Milk	2,558,928,385	89,621,640	2,590,092,760	2,536,207,419
Class IV Utilization:				
Total Class IV Utilization	105,896,316	12,064,693	121,839,619	57,446,886
Other Order Plants	(11,244,934)	(1,300,915)	(9,652,524)	(6,570,099)
Beginning Inventory	(9,413,363)	(699,568)	(8,442,631)	(5,767,735)
Reused Products	0	0	0	0
Other Source Milk	(67,921,215)	(2,796,564)	(90,802,417)	(30,485,520)
Overage	(409,914)	(8,897)	(11,388)	(11,339)
Class IV Producer Milk	16,906,890	7,258,749	12,930,659	14,612,193
Total Producer Milk -- All Classes	2,910,728,100	107,982,275	2,937,445,384	2,911,579,009

-- Restricted Information

Commodity Prices

Month/Year	Weighted Monthly Average Prices *						Weighted Two-Week Average 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 2013	1.7498	1.7727	1.7731	1.4187	1.7706	0.5778	1.7463	1.7888	1.7778	1.4448	1.7679	0.5752
Sep	n/a	n/a	1.7961	1.4263	1.8085	0.5791	1.7479	1.7757	1.7739	1.3876	1.8008	0.5791
Oct	n/a	n/a	1.8025	1.5454	1.8366	0.5731	n/a	n/a	1.7938	1.5551	1.8358	0.5757
Nov	1.8555	1.8379	1.8612	1.5205	1.8892	0.5831	1.8675	1.8592	1.8774	1.4916	1.8856	0.5749
Dec	1.8744	1.8477	1.8761	1.6308	1.9537	0.5706	1.8556	1.8309	1.8583	1.6406	1.9423	0.5669
Jan 2014	2.0744	2.0633	2.0838	1.6475	2.0335	0.6025	2.0373	1.9943	2.0308	1.5939	2.0270	0.5939
Feb	2.2703	2.2728	2.2864	1.8320	2.0783	0.6314	2.2987	2.3126	2.3213	1.8476	2.0718	0.6238
Mar	2.2502	2.2631	2.2689	1.8562	2.0897	0.6554	2.1953	2.2250	2.2211	1.8308	2.1007	0.6495
Apr	2.3666	2.3094	2.3547	1.9227	2.0191	0.6774	2.3878	2.3138	2.3695	1.9708	2.0040	0.6751
May	2.1538	2.1618	2.1703	2.0477	1.8768	0.6745	2.1855	2.1959	2.2029	2.0176	1.8768	0.6724
Jun	2.0264	2.0170	2.0358	2.1874	1.8633	0.6789	2.0202	2.0191	2.0334	2.1845	1.8526	0.6767
Jul	2.0220	2.0488	2.0482	2.3473	1.8617	0.6890	2.0211	2.0430	2.0445	2.3379	1.8763	0.6873
Aug	2.0591	2.1318	2.1074	2.5206	1.7887	0.6880	2.0272	2.0817	2.0666	2.4319	1.8020	0.6926

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 2013	1.4013	1.7493	1.7425	1.7993	1.7832	0.5495	0.5825	
Sep	1.5233	1.7956	1.7688	n/a	n/a	n/a	n/a	
Oct	1.5267	1.8236	1.7714	n/a	n/a	n/a	n/a	
Nov	1.6126	1.8478	1.7833	1.9411	1.9076	0.5451	0.5645	
Dec	1.5963	1.9431	1.8651	2.0460	2.0040	0.5726	0.5846	
Jan 2014	1.7756	2.2227	2.1727	2.0867	2.0664	0.5889	0.6065	
Feb	1.8047	2.1945	2.1757	2.1018	2.0536	0.6193	0.6242	
Mar	1.9145	2.3554	2.2790	2.0951	2.0740	0.6491	0.6448	
Apr	1.9357	2.2439	2.1842	2.0059	1.9768	0.6740	0.6569	
May	2.1713	2.0155	1.9985	1.8736	1.8831	0.7009	0.6661	
Jun	2.2630	2.0237	1.9856	1.8520	1.8434	0.6589	0.6528	
Jul	2.4624	1.9870	1.9970	1.8326	1.7960	0.6520	0.6600	
Aug	2.5913	2.1820	2.1961	1.6270	1.6055	0.6502	0.6607	

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)	
Jun 2013	17	48	12	12,455	2,847	7,619	9.5	3.71	3.04	5.76	231
Jul	17	48	12	12,466	2,892	7,487	10.1	3.66	2.98	5.75	254
Aug	17	50	12	12,438	2,912	7,546	10.6	3.70	3.01	5.76	241
Sep	17	50	12	12,391	2,747	7,391	10.8	3.73	3.06	5.73	239
Oct	17	50	12	12,255	2,828	7,446	11.3	3.86	3.16	5.71	214
Nov	17	50	13	12,288	2,743	7,440	11.5	3.93	3.21	5.70	204
Dec	17	51	12	12,253	2,866	7,547	11.1	3.92	3.21	5.70	209
Jan 2014	17	51	12	12,161	2,871	7,611	11.4	3.89	3.18	5.71	222
Feb	16	51	12	11,081	2,291	7,383	12.6	3.87	3.16	5.71	224
Mar	16	51	11	12,005	2,812	7,551	10.8	3.86	3.15	5.70	221
Apr	16	51	12	11,364	2,639	7,740	11.3	3.79	3.10	5.71	204
May	17	51	12	12,119	3,039	8,086	9.9	3.74	3.07	5.72	208
Jun	16	51	12	12,199	2,900	7,921	9.1	3.67	3.02	5.76	231
Jul	16	50	12		2,937		9.8	3.68	3.01	5.75	248
Aug	17	51	11		2,911		9.8	3.71	3.04	5.75	244

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 2013	1.5969	13.77	18.88	1.6149	15.57	20.68	1.5174	1.6078	14.47	19.27
Sep	1.5420	14.26	19.16	1.5600	16.06	20.96	1.5266	1.6622	14.96	19.78
Oct	1.4727	14.55	19.20	1.4907	16.35	21.00	1.6708	1.6944	15.25	20.56
Nov	1.6755	14.86	20.20	1.6935	16.66	22.00	1.6406	1.7289	15.56	20.76
Dec	1.5986	15.31	20.37	1.6166	17.11	22.17	1.7742	1.7789	16.01	21.66
Jan 2014	1.7791	15.81	21.48	1.7971	17.61	23.28	1.7944	1.8344	16.51	22.21
Feb	1.7225	16.57	22.02	1.7405	18.37	23.82	2.0179	1.9189	17.27	23.73
Mar	2.0298	17.14	23.64	2.0478	18.94	25.44	2.0472	1.9633	17.67	24.22
Apr	2.0094	17.22	23.65	2.0274	19.02	25.45	2.1277	1.9911	17.92	24.74
May	2.1790	17.45	24.47	2.1970	19.25	26.27	2.2791	1.8956	17.06	24.44
Jun	2.2356	15.58	22.86	2.2536	17.38	24.66	2.4483	1.7700	15.93	21.36
Jul	2.4377	15.01	23.02	2.4557	16.81	24.82	2.6419	1.7456	15.71	24.41
Aug	2.6235	15.22	23.87	2.6415	17.02	25.67	2.8518	1.7689	15.92	25.34
Sep	2.7373	14.56	23.63	2.7553	16.36	25.43		1.6956	15.26	

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 2013	1.5104	3.4775	0.3901	13.08	17.91	1.5104	1.5868	14.28	19.07
Sep	1.5196	3.5419	0.3914	13.29	18.14	1.5196	1.6243	14.62	19.43
Oct	1.6638	3.4107	0.3852	12.85	18.22	1.6638	1.6521	14.87	20.17
Nov	1.6336	3.6316	0.3955	13.59	18.83	1.6336	1.7042	15.34	20.52
Dec	1.7672	3.5390	0.3826	13.23	18.95	1.7672	1.7680	15.91	21.54
Jan 2013	1.7874	4.1870	0.4155	15.43	21.15	1.7874	1.8470	16.62	22.29
Feb	2.0109	4.6044	0.4453	16.90	23.35	2.0109	1.8914	17.02	23.46
Mar	2.0402	4.5172	0.4700	16.78	23.33	2.0402	1.9027	17.12	23.66
Apr	2.1207	4.7089	0.4926	17.50	24.31	2.1207	1.8328	16.50	23.34
May	2.2721	3.9553	0.4897	15.15	22.57	2.2721	1.6919	15.23	22.65
Jun	2.4413	3.3437	0.4942	13.28	21.36	2.4413	1.6785	15.11	23.13
Jul	2.6349	3.1798	0.5046	12.83	21.60	2.6349	1.6770	15.09	23.78
Aug	2.8448	3.1496	0.5036	12.74	22.25	2.8448	1.6047	14.44	23.89

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%)					(at test)
	<i>\$ per cwt.</i>	<i>\$ per cwt.</i>					<i>\$ per cwt.</i>
Jun 2013	0.30	18.32	1.6599	3.3455	0.3859	0.00089	19.65
Jul	0.40	17.78	1.5693	3.2257	0.3927	0.00086	18.91
Aug	0.34	18.25	1.5104	3.4775	0.3901	0.00089	19.58
Sep	0.36	18.50	1.5196	3.5419	0.3914	0.00090	20.02
Oct	0.38	18.60	1.6638	3.4107	0.3852	0.00090	20.68
Nov	0.33	19.16	1.6336	3.6316	0.3955	0.00093	21.50
Dec	0.39	19.34	1.7672	3.5390	0.3826	0.00094	21.97
Jan 2014	0.20	21.35	1.7874	4.1870	0.4155	0.00104	23.54
Feb	0.07	23.42	2.0109	4.6044	0.4453	0.00114	25.33
Mar	0.19	23.52	2.0402	4.5172	0.4700	0.00113	25.35
Apr	0.10	24.41	2.1207	4.7089	0.4926	0.00118	25.88
May	0.43	23.00	2.2721	3.9553	0.4897	0.00109	24.42
Jun	0.43	21.79	2.4413	3.3455	0.4942	0.00102	23.00
Jul	0.45	22.05	2.6349	3.1798	0.5046	0.00102	
Aug	0.48	22.73	2.8448	3.1496	0.5036	0.00105	

FEDERAL MILK MARKET ADMINISTRATOR
 U.S. DEPARTMENT OF AGRICULTURE
 1600 W. 82nd St., Suite 200
 Minneapolis, MN 55431-1420

FIRST-CLASS MAIL
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 HOPKINS, MN
 PERMIT NO. 586

Address Service Requested

Summary of Federal Order Data - August 2014

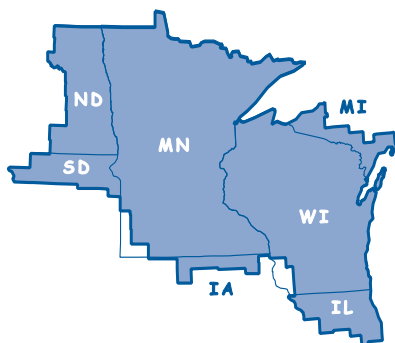
Federal Order Number / Name	Producer Deliveries <i>— Thousand Pounds —</i>	Class I Producer Receipts	Class I Utilization <i>Percent</i>	Class I Price <i>— Dollars per Cwt. —</i>	Producer Price Differential	Uniform or Statistical Uniform Price at 3.5% Butterfat		
						FOB Market	FOB Cook Cty. Illinois	Change From Previous Year
1 Northeast	2,186,045	731,445	33.5	\$27.12	\$3.16	\$25.41	\$23.96	\$5.13
5 Appalachian	460,763	316,270	68.6	27.27	n/a	26.73	25.13	5.38
6 Florida	226,339	191,647	84.7	29.27	n/a	28.84	25.24	5.28
7 Southeast	410,738	324,524	79.0	27.67	n/a	27.39	25.39	5.58
30 Upper Midwest	2,910,728	286,059	9.8	25.67	0.48	22.73	22.73	4.48
32 Central	1,291,250	390,684	30.3	25.87	1.51	23.76	23.56	4.84
33 Mideast	1,456,223	515,525	35.4	25.87	1.95	24.20	24.00	4.88
124 Pacific Northwest	742,996	161,308	21.7	25.77	1.44	23.69	23.59	4.76
126 Southwest	1,129,140	348,258	30.8	26.87	2.04	24.29	23.09	4.55
131 Arizona	385,658	106,614	27.6	26.22	n/a	24.28	23.14	4.28
All Market Average or Total *	11,199,880	3,372,333	30.1					

n/a = Not applicable.

* May not add due to rounding.

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