

Mideast Market Administrator's Bulletin



Federal Order No. 33

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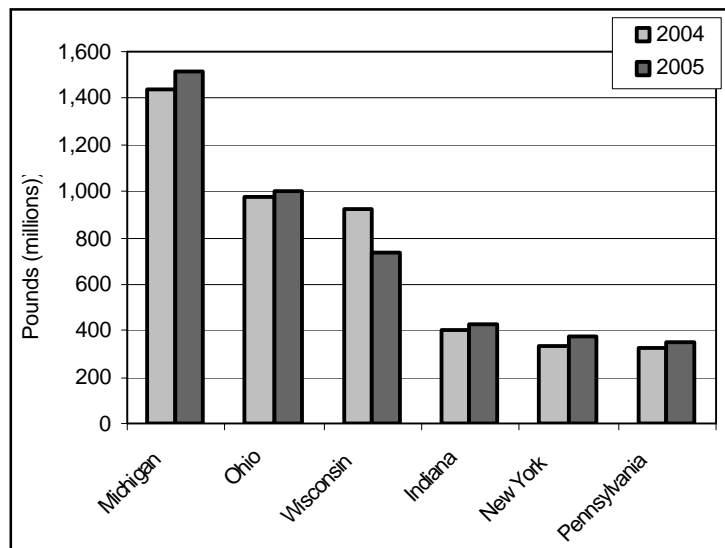
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MIDEAST MARKETING AREA 3RD QUARTER MILK PRODUCTION

The Mideast Marketing Area had 4.5 billion pounds of producer milk in the third quarter of 2005. This was a decrease of 26 million pounds or 0.6 % from the third quarter of 2004. The top six states accounted for 4.4 billion pounds of the total in 2005. This represented a decrease of 2.3 million pounds from the same period in 2004. Milk voluntarily depooled in 2004 was included in the comparison.

Wisconsin had a significant decrease of milk associated with the Mideast Order from the third quarter of 2004 to the third quarter of 2005. Their producer milk declined 191.2 million pounds or 20.7 percent for the time period. Producer milk from the states of New York, Pennsylvania, Indiana, Michigan, and Ohio was up when compared to 2004. It ranged from an increase of 18.1 million pounds in Indiana, to an increase of 77.6 million pounds in Michigan.



USDA SEEKS NOMINATIONS FOR NATIONAL FLUID MILK BOARD

The U.S. Department of Agriculture is asking dairy processors and other interested parties to nominate candidates for the National Fluid Milk Processor Promotion Board.

The Secretary of Agriculture will appoint seven individuals from those nominated to succeed members whose terms expire June 30, 2006. Newly appointed or reappointed members will serve 3-year terms from July 1, 2006 through June 30, 2009.

USDA will accept nominations for board representation in five geographic regions and two at-large positions. Nominations for the five regional and one at-large processor positions must be active owners or employees of a fluid milk processor. One at-large position must be from the general public. The geographic regions are: Region 3 (Delaware, District of Columbia, Maryland, Pennsylvania, and Virginia); Region 6 (Ohio and West Virginia); Region 9 (Alabama, Kentucky, Louisiana, Mississippi, and Tennessee); Region 12 (Arizona, Colorado, New Mexico, Nevada, and Utah); and Region 15 (Southern California). No fluid milk processor shall be represented on the board by more than three members.

Fluid milk processors and interested parties may submit nominations for regions in which they are located or market fluid milk and for at-large members.

To nominate an individual, please submit a copy of the nomination form and a signed background form for each nominee by Dec. 5, 2005, to: Promotion and Research Branch, Dairy Programs, AMS, MRP, USDA, 1400 Independence Ave., S.W., Stop 0233, Room 2958-S, Washington, D.C. 20250-0233. To obtain forms or additional information, call (202) 720-6909. Blank forms are available on the Dairy Promotion and Research Branch's website at <http://www.ams.usda.gov/dairy/dairypr.htm>.

OCTOBER 2005 POOL SUMMARY

Classification of Producer Milk

		Percent
Class I	564,763,861	38.9
Class II	254,315,050	17.5
Class III	546,973,673	37.6
Class IV	87,094,039	6.0
Total	1,453,146,623	100.0

Producer Prices

Producer Price Differential	\$ 0.56 / cwt
Butterfat Price	1.8256 / lb
Protein Price	2.3780 / lb
Other Solids Price	0.1491 / lb
Somatic Cell Adjustment Rate	0.00075 / cwt
Statistical Uniform Price	14.91 / cwt

ANNOUNCEMENT OF PRODUCER PRICES**Federal Order No. 33****OCTOBER 2005****COMPUTATION OF PRODUCER PRICE DIFFERENTIAL**

	<u>POUNDS</u>	<u>BUTTERFAT</u>	<u>SKIM / PROTEIN</u>	<u>NONFAT SOLIDS</u>	<u>OTHER SOLIDS</u>	<u>PRICE</u>	<u>VALUE</u>
Class I Skim Value			554,285,895			\$ 9.96 / cwt	\$ 55,206,875.16
Class I Butterfat		10,477,966				1.9018 / lb	19,926,995.72
Class I Location Differential	564,763,861						(304,295.32)
Class II SNF Value				21,750,975		0.9022 / lb	19,623,729.64
Class II Butterfat		15,181,549				1.8326 / lb	27,821,706.68
Class III Protein Value			16,923,399			2.3780 / lb	40,243,842.86
Class III Other Solids Value					31,157,104	0.1491 / lb	4,645,524.21
Class III Butterfat		19,845,500				1.8256 / lb	36,229,944.81
Class IV SNF Value				7,151,253		0.8310 / lb	5,942,691.25
Class IV Butterfat		8,500,175				1.8256 / lb	15,517,919.46
Somatic Cell Value II / III / IV							<u>462,168.44</u>
TOTAL PRODUCER MILK VALUE	1,453,146,623	54,005,190	44,923,888		82,566,399		\$ 225,317,102.91
Overages						\$ 23,323.80	
Beginning Inventory						6,844.82	
OS Charges							
TOTAL ADJUSTMENTS							\$ 30,168.62
TOTAL HANDLER OBLIGATIONS							\$ 225,347,271.53
Total Protein Value			44,923,888 lbs	@	\$ 2,3780		\$(106,829,005.65)
Total Other Solids Value			82,566,399 lbs	@	0.1491		(12,310,650.10)
Butterfat Value			54,005,190 lbs	@	1.8256		(98,591,874.85)
Total Somatic Cell Values							<u>(704,318.46)</u>
TOTALS							\$ 6,911,422.47
Net Producer Location Adjustments							\$ 969,290.64
1/2 Unobligated Balance Producer Settlement Fund							<u>845,000.00</u>
Total - Divided by Total Pounds			1,453,146,623 lbs		0.6004702		\$ 8,725,713.11
Rate of Cash Reserve					<u>(0.0404702)</u>		<u>(588,091.34)</u>
PRODUCER PRICE DIFFERENTIAL at Cuyahoga County, OH*			1,453,146,623		\$ 0.56 cwt		\$ 8,137,621.77

COMPONENT PRICES**October**

	<u>2005</u>	<u>2004</u>
Butterfat Price	\$1.8256 / lb	\$1.9020 / lb
Protein Price	2.3780 / lb	2.3814 / lb
Other Solids Price	0.1491 / lb	0.0677 / lb
Somatic Cell Adjustment Rate	0.00075 / cwt	0.00076 / cwt
Nonfat Solids Price	0.8310 / lb	0.7093 / lb

COMPUTATION OF UNIFORM PRICE**October**

	<u>2005</u>	<u>2004</u>
Class III Price - 3.5% BF	\$14.35	\$14.16
Producer Price Differential*	<u>0.56</u>	<u>0.73</u>
Statistical Uniform Price	\$14.91	\$14.89

CLASS PRICES**October**

	<u>2005</u>	<u>2004</u>
Class I*	\$16.27	\$16.78
Class II	14.25	13.57
Class III	14.35	14.16
Class IV	13.61	12.81

CLASSIFICATION OF PRODUCER MILK**October**

	<u>2005</u>	<u>2004</u>
	<i>Product lbs.</i>	<i>Product lbs.</i>
Class I	564,763,861	553,822,166
Class II	254,315,050	231,700,427
Class III	546,973,673	681,818,031
Class IV	<u>87,094,039</u>	<u>78,436,041</u>
Total	1,453,146,623	1,545,776,665

* Subject to Location Adjustment.

ORDER 33 MARKET SUMMARY

The Producer Price Differential for the Mideast Marketing Area for October 2005 was \$0.56 and the Statistical Uniform Price was \$14.91 for the month. The Statistical Uniform Price is \$0.03 lower than last month, and is \$0.02 higher than October 2004.

The Producer Butterfat Price of \$1.8256 per pound decreased 6.16 cents from September 2005 and is down 7.64 cents from a year ago. The Protein Price of \$ 2.3780 is up 7.71 cents from last month and is down 0.34 cents from October 2004. The Other Solids Price in September was \$0.1491 per pound, an increase from last month's price of \$0.1411 and an increase of 8.14 cents from last October. The Somatic Cell Adjustment rate for October was 0.00075.

October producer receipts of 1.45 billion pounds were 1.5 percent higher than September 2005, and 6.0 percent lower than October 2004 production of 1.55 billion pounds. Producer milk allocated to Class I accounted for 38.9 percent of the total producer milk in October 2005, less than the 40.3 percent in September 2005 and more than the 35.8 percent in October 2004. A total of 8,938 producers were pooled on the Mideast Order compared to 10,183 producers pooled in October 2004.

The market average content of producer milk was as follows: Butterfat 3.72%; Protein 3.09%; Other Solids 5.68% and Nonfat Solids 8.77%.

SEPTEMBER MILK PRODUCTION UP 4.9 PERCENT

Milk production in the 23 major States during September totaled 13.0 billion pounds, up 4.9 percent from September 2004. August revised production, at 13.6 billion pounds, was up 4.8 percent from August 2004. The August revision represented an increase of 22 million pounds from last month's preliminary production estimate.

Production per cow in the 23 major States averaged 1,597 pounds for September, 64 pounds above September 2004. The number of milk cows on farms in the 23 major States was 8.16 million head, 54,000 head more than September 2004, and 1,000 head more than August 2005.

The Mideast Marketing Area has four states represented in the 23 major states used above. They are Indiana, Michigan, Ohio, and Pennsylvania. Milk production in these Mideast states during September totaled 2.0 billion pounds, up 120 million pounds or 6.3 percent from September 2004.

Production per cow in the Mideast states averaged 1,565 pounds for September, 66 pounds above September 2004. The number of cows on farms in the Mideast states was 1.3 million head, 18,000 head more than September 2004.

RELEASE DATES FOR 2006 FEDERAL MILK ORDER PRICE DATA

Listed below are the release dates for the Federal milk order program for price data applicable to January through December 2006. The advance pricing factors will be released on the Friday before the 23rd of the preceding month unless this date is a Friday. Likewise, the class and component prices will be released on the Friday before the 5th of the following month unless this date is a Friday. The release time for all release dates is 10:00 a.m. EST/EDST.

Month to Which Prices Apply	Advanced Prices and Pricing Factors		Class and Component Prices	
	Release Date	Time Period of NASS Prices <u>1/</u>	Release Date	Time Period of NASS Prices <u>1/</u>
January	Dec. 23, 2005	12/10, 17	Feb. 3, 2006	12/31, 1/7, 14, 21, 28
February	Jan. 20, 2006	1/7, 14	Mar. 3	2/4, 11, 18, 25
March	Feb. 17	2/4, 11	Mar. 31	3/4, 11, 18, 25
April	Mar. 17	3/4, 11	May 5	4/1, 8, 15, 22, 29
May	Apr. 21	4/8, 15	Jun. 2	5/6, 13, 20, 27
June	May 19	5/6, 13	Jun. 30	6/3, 10, 17, 24
July	Jun. 23	6/10, 17	Aug. 4	7/1, 8, 15, 22, 29
August	Jul. 21	7/8, 15	Sept. 1	8/5, 12, 19, 26
September	Aug. 18	8/5, 12	Sept. 29	9/2, 9, 16, 23
October	Sept. 22	9/9, 16	Nov. 3	9/30, 10/7, 14, 21, 28
November	Oct. 20	10/7, 14	Dec. 1	11/4, 11, 18, 25
December	Nov. 17	11/4, 11	Jan. 5, 2007	12/2, 9, 16, 23, 30

1/ Weekly sales periods, ending on the indicated date, which are included in the applicable product price average. Information for the week usually is released by NASS on Friday of the following week.

Weighted Averages - Butterfat, Protein, Other Solids, Somatic Cell Count by State
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State	September 2005						September 2004					
	Number of Producers	Pounds of Milk (000)	Butterfat	Protein	Other Solids	SCC (000)	Pounds of Milk (000)	Butterfat	Protein	Other Solids	SCC (000)	
Michigan	2213	487,505	3.54	3.00	5.71	289	458,280	3.57	3.02	5.71	281	
Ohio	2460	318,894	3.63	3.02	5.67	348	309,170	3.64	3.05	5.67	309	
Wisconsin	1209	198,639	3.58	3.01	5.72	293	183,565	3.63	3.00	5.71	276	
New York	453	147,179	3.59	2.99	5.70	262	128,386	3.54	2.97	5.67	259	
Indiana	1,165	137,390	3.60	3.03	5.68	351	126,712	3.67	3.05	5.68	317	
Pennsylvania	1,297	113,178	3.67	3.04	5.66	379	104,164	3.68	3.05	5.65	370	
Illinois	19	8,782	3.41	3.00	5.74	224	9,606	3.58	2.98	5.79	237	
West Virginia	72	5,333	3.71	3.14	5.64	470	4,830	3.73	3.16	5.64	421	
Other	137	14,119	3.59	3.02	5.69	387	11,614	3.67	3.04	5.70	275	
Total/Average *	9,025	1,431,019	3.59	3.01	5.69	314	1,336,329	3.61	3.03	5.69	295	

* Totals may not add due to rounding. Data provided on a one month delay basis.



**United States
Department of
Agriculture**

Mideast Market Administrator Bulletin
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**FEDERAL ORDER DATA
OCTOBER 2005**

<u>Marketing Area</u> ^{1/}	<u>Producer Milk</u>		<u>Class I</u>	<u>Producer</u>	<u>Statistical</u>
	<u>Total</u> (000)	<u>Class I</u> (000)	<u>Percent</u> %	<u>Price Differential</u>	<u>Uniform Price</u>
FO 1 Northeast - (Boston)	1,904,325	918,308	48.2	\$1.53	\$15.88
FO 5 Appalachian - (Charlotte)	491,360	340,526	69.3	^{2/}	16.48
FO 6 Florida - (Tampa)	229,211	199,793	87.2	^{2/}	17.69
FO 7 Southeast - (Atlanta)	572,559	390,959	68.3	^{2/}	16.49
FO 30 Upper Midwest - (Chicago)	2,119,384	378,898	17.9	0.24	14.59
FO 32 Central - (Kansas City)	1,260,325	373,149	29.6	0.35	14.70
FO 33 Mideast - (Cleveland)	1,453,147	564,764	38.9	0.56	14.91
FO 124 Pacific Northwest - (Seattle)	625,820	177,360	28.3	0.11	14.46
FO 126 Southwest - (Dallas)	852,498	364,435	42.8	1.23	15.58
FO 131 Arizona-Las Vegas - (Phoenix)	233,004	82,594	35.5	^{2/}	15.03

^{1/} Names in parentheses are principal points of markets.

^{2/} Producers in these markets are paid on the basis of a uniform skim and butterfat price.

MINIMUM PARTIAL PAYMENT PRICE FOR NOVEMBER 2005 \$13.61 /cwt.