

Mideast Market Administrator's Bulletin

Federal Order No. 33

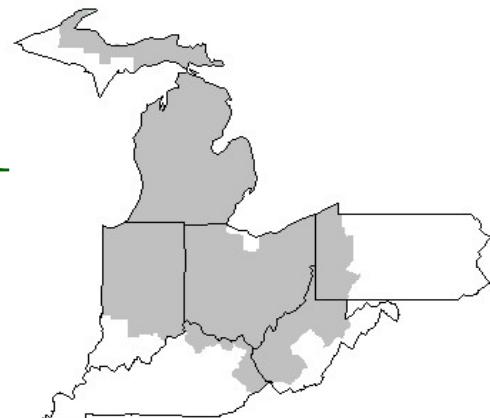
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JULY 2025



Changes to FMMO Pricing and Trade Outlook

Some significant changes to the pricing under the Federal Milk Marketing Orders (FMMOs) are effective as of June. Key changes include higher manufacturing or make allowances, the removal of 500-pound barrel cheese from pricing surveys, revised Class I differentials, and the calculation of the base skim milk price for Class I as the higher of the advanced Class III or Class IV skim milk pricing factors. Other changes to FMMO formulations that increase the skim milk composition factors used in Class III and Class IV milk price calculations will not take effect until December 2025.

All wholesale dairy product prices reported in the USDA National Dairy Products Sales Report (NDPSR) increased from the week ending May 31 to the week ending June 7. The prices for 40-pound blocks of Cheddar increased by 5.18 cents per lb. The prices for butter, nonfat dry milk (NDM), and dry whey increased by 5.66, 2.40, and 1.61 cents per lb., respectively.

For the trading week ending June 13, at the Chicago Mercantile Exchange (CME) the weekly average spot prices for Cheddar cheese 500-pound barrels and 40-pound blocks were \$1.8520 and \$1.8595 per lb., respectively. CME spot prices for NDM, butter, and dry whey averaged \$1.2655, \$2.5400, and \$0.5640 per lb., respectively.

Year-to-date, domestic wholesale prices for butter and Cheddar cheese have been internationally competitive and have maintained a large differential relative to international export prices as reported by USDA, AMS, Dairy Market News. The U.S. nonfat dry milk price was below the Oceania skim milk powder export price in May, but the difference narrowed from April. While the domestic dry whey price has been above the Western Europe dry whey export price, the price gap narrowed considerably in recent months. Lower-than-expected growth in milk production in Europe and high demand for Oceania's dairy products likely supported the current level of international prices. These trends might continue in the near term as New Zealand enters the winter season with direct impacts on pasture quality.



¹As reported by USDA, Agricultural Marketing Service, *Announcement of Class and Component Prices* monthly reports.

²As reported by USDA, Agricultural Marketing Service, *Dairy Market News*.

³Oceania export prices for butter, Cheddar cheese, and skim milk products.

⁴West Europe export price for dry whey.

Source: USDA, Economic Research Service (ERS) calculation using information from USDA, Agricultural Marketing Service.

Demand for U.S. Butter Rises

The year-over-year changes in U.S. dairy exports were mixed in April 2025. On a milk-fat equivalent basis, dairy exports increased to 1,312 million pounds, up 280 million pounds from April 2024. On a skim-solids milk-equivalent basis, exports decreased to 3,774 million pounds, down 379 million pounds from April 2024. With robust international demand and competitive prices, cheese and butter exports continue to increase on a year-over-year basis. While U.S. cheese exports to Mexico were only marginally higher year over year, more shipments were sent to Japan and Australia. Conversely, shipments of dry skim milk products and dry whey products declined due to weaker international demand for these products, especially from our Southeast Asian trading partners.

Dairy imports declined in April relative to April 2024. On a milk-fat basis, they totaled 644 million pounds, down 107 million pounds from April 2024. On a skim-solids basis, April dairy imports totaled 618 million pounds, down 6 million pounds from April 2024.

Although domestic use in April was higher year over year, year-to-date domestic use on a milk-fat basis was about 1.0% lower year-over-year. On a skim-solids basis, for the same period, domestic use was about 1.4% higher than the previous year. Over these 4 months, domestic use for butter, dry skim milk products, whey protein concentrate products, and lactose was higher year over year, while domestic use for cheese and whey was year-over-year lower. Of note, year-to-date domestic use of butter is about 7.2% higher year over year. This increase, together with a more than doubling of butter exports, was supported by a 3.9% increase in production.

Livestock, Dairy, and Poultry Outlook: June 2025, LDP-M-372, June 18, 2025 USDA, Economic Research Service

June 2025 Pool Summary

Classification of Producer Milk

	Pounds	Percent
Class I	516,806,147	28.8
Class II	450,953,358	25.2
Class III	582,505,584	32.5
Class IV	242,363,487	13.5
Total	1,792,628,576	100.0

Producer Prices

Producer Price Differential	\$0.55 / cwt
Butterfat Price	2.7378 / lb
Protein Price	2.5328 / lb
Other Solids Price	0.2914 / lb
Somatic Cell Adjustment Rate	0.00097 / cwt
Statistical Uniform Price	19.37 / cwt

ANNOUNCEMENT OF PRODUCER PRICES
Federal Order No. 33
JUNE 2025
MIDEAST MARKETING AREA

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			504,859,503			\$12.35 / cwt	\$62,350,148.62
Class I Butterfat		11,946,644				2.6110 / lb	31,192,687.48
Class I Location Differential	516,806,147						(1,169,227.80)
Class II SNF Value			39,695,588			1.0156 / lb	40,314,839.21
Class II Butterfat		27,555,373				2.7448 / lb	75,633,987.78
Class III Protein Value			18,669,180			2.5328 / lb	47,285,299.12
Class III Other Solids Value				33,740,145		0.2914 / lb	9,831,878.23
Class III Butterfat		23,137,270				2.7378 / lb	63,345,217.83
Class IV SNF Value				21,620,973		1.0037 / lb	21,700,970.60
Class IV Butterfat		11,936,797				2.7378 / lb	32,680,562.84
Somatic Cell Value II/III/IV							2,127,377.60
TOTAL PRODUCER MILK VALUE	1,792,628,576	74,576,084	57,280,349	161,038,494	103,758,145		\$385,293,741.51
TOTAL ADJUSTMENTS							\$1,435,235.93
TOTAL HANDLER OBLIGATIONS							\$386,728,977.44
Total Protein Value			57,280,349			2.5328 / lb	\$145,079,667.95
Total Other Solids Value				103,758,145		0.2914 / lb	30,235,123.45
Butterfat Value		74,576,084				2.7378 / lb	204,174,402.78
Total Somatic Cell Values							2,912,599.82
TOTALS							\$4,327,183.44
Net Producer Location Adjustments							\$5,515,136.40
1/2 Unobligated Balance Producer Settlement Fund							759,000.00
Total - Divided by Total Pounds	1,792,739,801					\$0.591347	\$10,601,319.84
Rate of Cash Reserve						(0.041347)	(741,250.94)
PRODUCER PRICE DIFFERENTIAL at Cuyahoga County, OH ¹						\$0.55 / cwt	\$9,860,068.90

COMPONENT PRICES**COMPUTATION OF UNIFORM PRICE****June****June**

	<u>2025</u>	<u>2024</u>		<u>2025</u>	<u>2024</u>
Butterfat Price	\$2.7378 / lb	\$3.5444 / lb	Class III Price - 3.5% BF	\$18.82	\$19.87
Protein Price	2.5328 / lb	2.0546 / lb	Producer Price Differential*	0.55	0.96
Other Solids Price	0.2914 / lb	0.2326 / lb	Statistical Uniform Price	\$19.37	\$20.83
Somatic Cell Adjustment Rate	0.00097 / cwt	0.00100 / cwt			
Nonfat Solids Price ²	1.0037 / lb	0.9991 / lb			

CLASS PRICES**CLASSIFICATION OF PRODUCER MILK****June****June**

	<u>2025</u>	<u>2024</u>
Class I*	\$21.06	\$22.08
Class II	18.43	21.60
Class III	18.82	19.87
Class IV	18.30	21.08

	<u>2025</u>	<u>2024</u>
Product lbs.	Product lbs.	
Class I	516,806,147	517,246,981
Class II	450,953,358	161,760,850
Class III	582,505,584	688,683,853
Class IV	242,363,487	90,031,066
Total	1,792,628,576	1,457,722,750

¹ Subject to Location Adjustment.² Producers are not paid on this component.**ORDER 33 MARKET SUMMARY**

The Producer Price Differential for the Mideast Marketing Area for June 2025 was \$0.55 and the Statistical Uniform Price was \$19.37 for the month. The Statistical Uniform Price is \$0.57 higher than last month and is \$1.46 lower than June 2024. The Producer Butterfat Price of \$2.7378 per pound increased \$0.0751 from May and is down \$0.8066 from a year ago. The Protein Price of \$2.5328 is up \$0.0518 from last month and is up \$0.4782 from June 2024. The Other Solids Price in June was \$0.2914 per pound, a decrease from last month's price of \$0.3222 and \$0.0588 higher than last June. The Somatic Cell Adjustment rate for

June was \$0.00097 per cwt. June producer receipts of 1.79 billion pounds were 0.6 percent lower than May and 23.0 percent higher than June 2024 production of 1.46 billion pounds. Producer milk allocated to Class I accounted for 28.8 percent of the total producer milk in June 2025, lower than 31.7 percent in May, and lower than 35.5 percent in June 2024. A total of 3,285 producers were pooled on the Mideast Order compared to 3,236 producers pooled in June 2024.

The market average content of producer milk was as follows: Butterfat 4.16%; Protein 3.20%; Other Solids 5.79% and Nonfat Solids 8.99%.

May 2025 Highlights

Total cheese output (excluding cottage cheese) was 1.25 billion pounds, 3.3 percent above May 2024 and 1.4 percent above April 2025.

Italian type cheese production totaled 517 million pounds, 2.4 percent above May 2024 but 1.0 percent below April 2025.

American type cheese production totaled 512 million pounds, 5.6 percent above May 2024 and 3.3 percent above April 2025.

Butter production was 212 million pounds, 3.5 percent above May 2024 but 1.2 percent below April 2025.

Dry milk products (comparisons in percentage with May 2024) Nonfat dry milk, human - 158 million pounds, down 5.6 percent. Skim milk powder - 47.8 million pounds, down 3.8 percent.

Whey products (comparisons in percentage with May 2024)

Dry whey, total - 72.7 million pounds, up 6.5 percent.

Lactose, human and animal - 94.3 million pounds, up 1.7 percent.

Whey protein concentrate, total - 40.9 million pounds, down 6.5 percent.

Frozen products (comparisons in percentage with May 2024)

Ice cream, regular (hard) - 64.1 million gallons, down 4.4 percent.

Ice cream, lowfat (total) - 38.9 million gallons, down 1.9 percent.

Sherbet (hard) - 1.64 million gallons, down 8.5 percent.

Frozen yogurt (total) - 4.13 million gallons, down 2.7 percent.

Released July 3, 2025, by the National Agricultural Statistics Service (NASS), Agricultural Statistics Board, United States Department of Agriculture (USDA).

May Milk Production Up 1.7 Percent

Milk production in the 24 major States during May totaled 19.1 billion pounds, up 1.7 percent from May 2024. April revised production, at 18.6 billion pounds, was up 1.7 percent from April 2024. The April revision represented an increase of 17 million pounds or 0.1 percent from last month's preliminary production estimate. Production per cow in the 24 major States averaged 2,125 pounds for May, 7 pounds above May 2024. The number of milk cows on farms in the 24 major States was 9.00 million head, 118,000 head more than May 2024, and 6,000 head more than April 2025.

The Mideast Marketing Area has four states represented in the 24 major states used above. They are Indiana, Michigan, Ohio, and Pennsylvania. Milk production in these Mideast states during May totaled 2.81 billion pounds, up 46 million pounds or 1.7 percent from May 2024. Production per cow in the Mideast states averaged 2,106 pounds for May, 23 pounds more than May 2024. The number of cows on farms in the Mideast states was 1.35 million head, 8,000 head more than May 2024.

Released June 20, 2025, by the National Agricultural Statistics Service (NASS), Agricultural Statistics Board, United States Department of Agriculture (USDA).

Bulletin WebPage Edition

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Featured this month are:

- Producer Milk Classification
- Statistical Uniform Price
- Class and Component Prices
- National Product Prices

Weighted Averages - Butterfat, Protein, Other Solids, Somatic Cell Count by State Federal Order No. 33

State	Number of Producers	Pounds of Milk (000)	May 2025 -----Weighted Averages-----				May 2024 -----Weighted Averages-----				
			Butterfat	Protein	Other Solids	SCC (000)	Pounds of Milk (000)	Butterfat	Protein	Other Solids	SCC (000)
Michigan	706	902,890	4.26	3.28	5.80	161	640,148	4.10	3.21	5.80	165
Ohio	1,138	445,265	4.22	3.28	5.79	187	365,292	4.00	3.15	5.70	185
Indiana	574	292,305	4.17	3.23	5.76	187	189,727	4.04	3.18	5.82	190
Pennsylvania	614	88,944	4.09	3.14	5.71	207	81,300	4.03	3.11	5.68	214
New York	104	47,782	4.50	3.35	5.91	165	36,853	4.38	3.28	5.92	176
Other	149	16,869	4.10	3.21	5.75	217	61,979	4.21	3.21	5.71	155
Total/Average *	3,285	1,794,055	4.23	3.27	5.79	175	1,375,299	4.07	3.19	5.77	176

* Totals may not add due to rounding. Data provided on a one-month delay basis and includes only milk from these states *pooled* on the Mideast order.



**United States
Department of
Agriculture**

Mideast Market Administrator Bulletin

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FEDERAL ORDER DATA
June 2025

<u>Marketing Area</u> ^{1/}	<u>Producer Milk</u>		<u>Class I</u> <u>Percent</u>	<u>Producer</u> <u>Price Differential</u> <i>(per cwt.)</i>	<u>Statistical</u> <u>Uniform Price</u> <i>(per cwt.)</i>
	<u>Total</u> <i>(000)</i>	<u>Class I</u> <i>(000)</i>			
FO 1 Northeast - <i>(Boston)</i>	2,279,095	593,917	26.1	\$1.34	\$20.16
FO 5 Appalachian - <i>(Charlotte)</i>	403,929	273,951	67.8	^{2/}	21.94
FO 6 Florida - <i>(Tampa)</i>	186,707	144,347	77.3	^{2/}	22.94
FO 7 Southeast - <i>(Atlanta)</i>	280,897	186,051	66.2	^{2/}	22.18
FO 30 Upper Midwest - <i>(Chicago)</i>	2,205,957	142,299	6.4	0.28	19.10
FO 32 Central - <i>(Kansas City)</i>	1,100,426	309,654	28.1	0.47	19.29
FO 33 Mideast - <i>(Cleveland)</i>	1,792,629	516,806	28.8	0.55	19.37
FO 51 California - <i>(Los Angeles)</i>	2,307,495	371,595	16.1	0.11	18.93
FO 124 Pacific Northwest - <i>(Seattle)</i>	496,077	103,367	20.8	0.06	18.88
FO 126 Southwest - <i>(Dallas)</i>	757,665	283,310	37.4	0.52	19.34
FO 131 Arizona - <i>(Phoenix)</i>	319,230	99,749	31.3	^{2/}	19.00

^{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 JULY 2025.....\$18.30/cwt.

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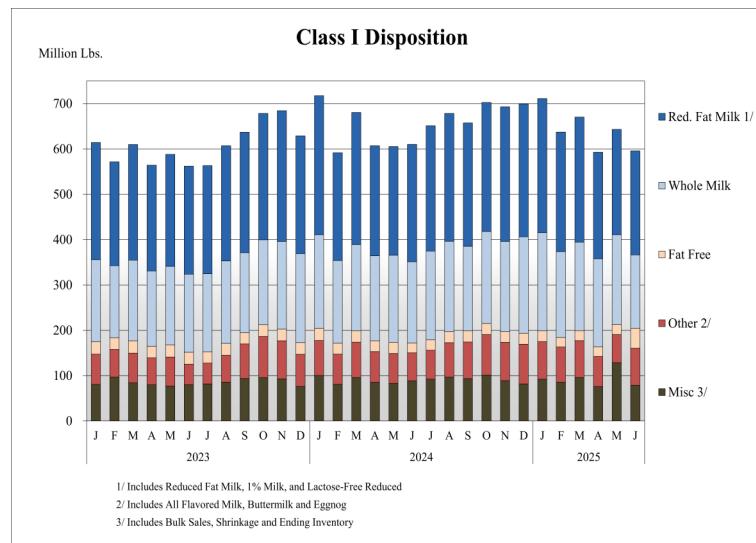
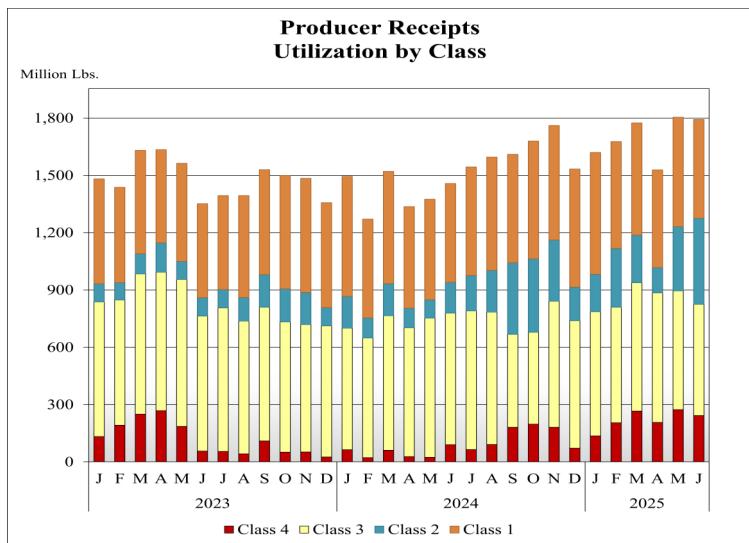
Mideast Market Administrator's Bulletin

Federal Order No. 33

Supplement

July 2025

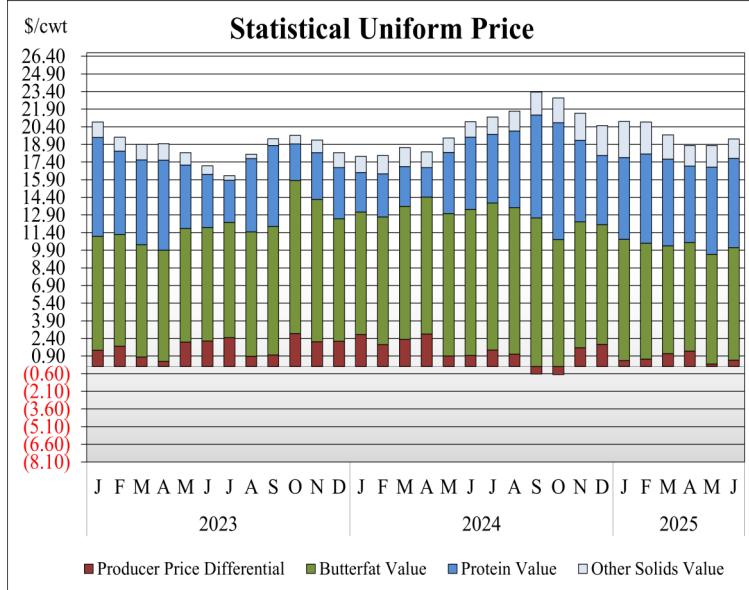
PRODUCER MILK CLASSIFICATION



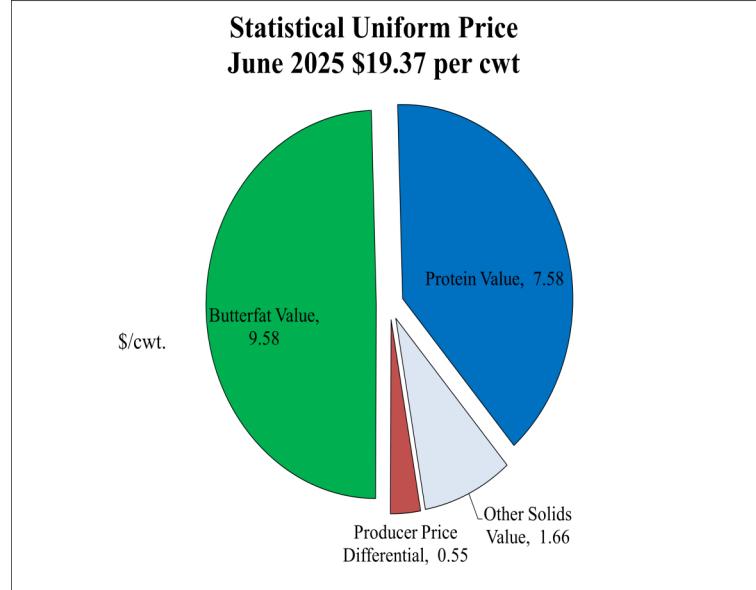
Producer Receipts: Producer receipts for the Mideast Order totaled 1.793 billion pounds in June 2025. The pounds allocated to Class I represented 28.8 percent of the total pounds. Producer receipts decreased 12 million pounds compared to May 2025, and were up 335 million pounds from the prior year.

Class I Pounds: Class I Disposition for the Mideast Order totaled 596 million pounds in June 2025, down 14 million pounds from June 2024. Finished products include 162 million pounds used for whole milk, 229 million pounds of reduced fat and low fat milk, and 44 million pounds of fat free (skim) milk.

STATISTICAL UNIFORM PRICE

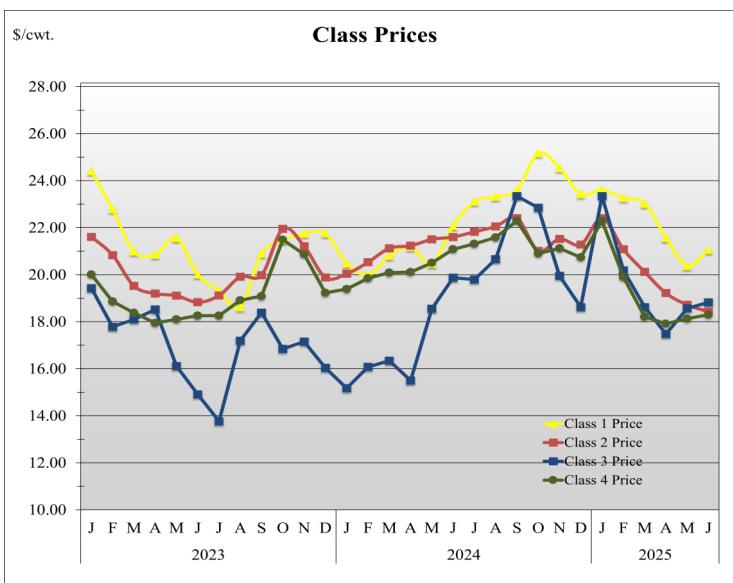


Statistical Uniform Price: The Mideast Federal Order Statistical Uniform Price (SUP) at Cuyahoga County, OH is \$19.37 per cwt for June 2025. The June 2025 SUP is \$1.46 per cwt lower than the June 2024 SUP. The June 2025 SUP is \$0.57 per cwt higher than the May 2025 SUP.



June 2025 Statistical Uniform Price: Using the Class III Price formula at 3.5% BF, the component values for the June 2025 SUP are: \$7.58 per cwt for protein, \$9.58 per cwt for butterfat and \$1.66 per cwt for other solids. Also included in the SUP is the \$0.55 per cwt producer price differential. (May not add to total due to rounding)

CLASS AND COMPONENT PRICES



WEIGHTED AVERAGE NATIONAL PRODUCT PRICES

