

UNITED STATES DEPARTMENT OF AGRICULTURE

Agricultural Marketing Service
Dairy Program

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DATE: April 23, 2025

TO: Handlers, Cooperative Associations and Interested Parties

FROM: Peter Fredericks & Cary Hunter
Market Administrators
Bothell, WA & Scottsdale, AZ

SUBJECT: Extension of Dairy Forward Pricing Program until September 30, 2025

The American Relief Act of 2025, signed into law on December 20, 2024, extended the authorization of the Dairy Forward Pricing Program contained in the Food, Conservation and Energy Act of 2008 (the 2008 Farm Bill), through September 30, 2025. Handlers may now enter new forward price contracts with producers or cooperative associations of producers through September 30, 2025, for milk marketed on or after April 24, 2025. Contracts may extend through September 30, 2028. All other provisions of the Dairy Forward Price Program remain the same.

The final rule extending the program has been posted on the Federal Register website for public display at: <https://www.federalregister.gov/documents/2025/04/23/2025-06939/reauthorization-of-dairy-forward-pricing-program>.

Please keep in mind:

- All new contracts must be signed by both parties prior to the effective month. The signed contract and disclosure statement must be received by the Market Administrator prior to the 15th of the applicable month. For example, to contract for May 2025 milk, the forward contract and disclosure statement must be signed prior to May 1, 2025, and received by the Market Administrator by May 15, 2025.
- The disclosure statement must be signed on the same date as the contract.
- Producer milk that has been forward contracted under the terms of the program is not subject to minimum payment to a producer or cooperative association under a Federal Order.
- For contracts signed between September 30, 2024, and April 23, 2025, if the Market Administrator has already received a copy of the contract and disclosure statement or receives them by May 15, 2025, and the contract includes May milk deliveries, the contract applies only to milk marketed on or after April 24, 2025. This holds true even if contract deliveries began in a prior month. However, contracts cannot be included in the program if the disclosure statement has a date other than the date on which the contract was signed. In this case, if a handler and producer would like to have a valid contract applicable under the program, another contract must be negotiated.

- For contracts signed between September 30, 2024, and April 23, 2025, there will be no allowance for payments less than the Federal order minimum for milk marketed between October 1, 2024, and April 23, 2025.
- Forward Contracts established under this program may not extend past September 30, 2028.

Forward contracts established prior to October 1, 2024, are not impacted. Please call 425-487-6009, or e-mail fmaseattle@fmaseattle.com with any questions.

/s/ Peter Fredericks

/s/ Cary Hunter

Market Administrators