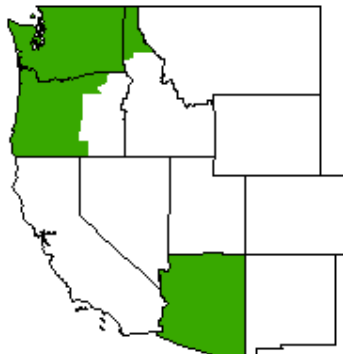


Pacific Northwest & Arizona Marketing Areas



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James R. Daugherty
 Market Administrator

February 2009

MARKET SUMMARIES FOR JANUARY 2009

Comparisons to a year ago can be found in the tables on pages 6 and 7.

Pacific Northwest

Producers delivered a total of 692.0 million pounds of milk to the market during January. Daily deliveries averaged 22.3 million pounds, up 46.4 percent from December. An estimated 673 producers delivered milk to the market during the month. Comparisons to December 2008 are biased due to eligible milk not pooled. Daily deliveries per producer averaged 33,169 pounds, up 11.4 percent from December.

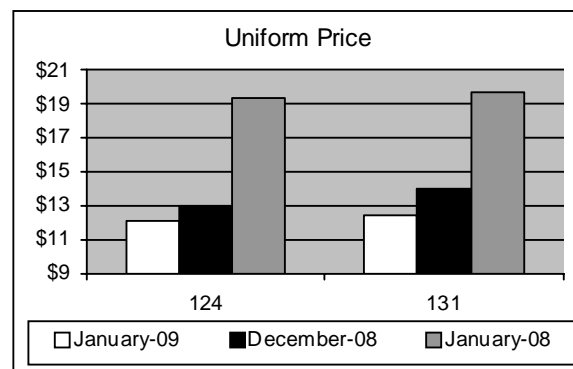
Class I producer milk during January totaled 195.4 million pounds, 28.2 percent of total producer receipts. Daily usage averaged 6.3 million pounds, down 4.1 percent from December.

Arizona

Producers delivered a total of 367.4 million pounds of milk to the market during January. Daily deliveries averaged 11.9 million pounds, up 2.5 percent from

December. An estimated 100 producers delivered milk to the market during the month. Daily deliveries per producer averaged 118,506 pounds, up 2.5 percent from December.

Class I producer milk during January totaled 115.9 million pounds, 31.6 percent of total producer receipts. Daily usage averaged 3.7 million pounds, down 3.91 percent from December. ♦



Federal Order Producer Prices and Component Levels: January 2009

Producer Prices	FO124	FO131	Component Levels (%)	FO124	FO131
Uniform Price 1/*	12.12	12.49	Butterfat	3.768	3.599
Butterfat 2/	1.1084	1.1618	Protein	3.160	N/A
Protein 2/	2.3638	N/A	Other Solids	5.675	N/A
Other Solids 2/	(0.0304)	N/A	Nonfat Solids	8.836	N/A
PPD 1/*	1.34	N/A			
Skim 1/	N/A	8.73			

N/A = not applicable. * Subject to applicable location adjustments. 1/ \$ per cwt. 2/ \$ per pound.

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JANUARY 2009 CLASS PRICES

January 2009 non-advanced Class Prices were calculated using NASS commodity price surveys from January 3, 10, 17 and 24, 2009. Component prices for the month are \$2.3638 per pound of protein, \$1.1084 per pound of butterfat, *negative* \$0.0304 per pound of other solids, and \$0.6574 per pound of nonfat solids.

January 2009 Class III and IV prices at 3.5% butterfat are \$10.78 and \$9.59 per hundredweight, respectively. The January Class III price compared to December is down \$4.50. The Class III price is \$8.54 lower than in January 2008.

Class II butterfat was announced at \$1.1154 per pound. Class I skim and butterfat and Class II skim prices for January 2009 were announced on December 19, 2009. The Class II price at 3.5% butterfat is \$10.41 for January 2009.

FINAL: NASS COMMODITY PRICES

	<u>December</u>	<u>January</u>	<u>Change</u>
Cheese*	\$1.7544	\$1.2961	-\$0.4583
Butter	\$1.2448	\$1.0868	-\$0.1580
Nonfat Dry Milk	\$0.8425	\$0.8318	-\$0.0107
Whey	\$0.1730	\$0.1696	-\$0.0034

* The weighted average of barrels plus 3 cents and blocks.

Current Commodity Prices -- The NASS survey of cheddar cheese prices showed a net decrease in price received for 40-pound blocks and for 500-pound barrels. The survey of 40-pound blocks showed a net decrease of 9.22 cents between the January 17 and the February 20 surveys, to \$1.1310 per pound. The survey of 500-pound barrels (**adjusted to 38% moisture**) showed a net decrease of 11.53 cents to \$1.1477 per pound.

The NASS butter price showed a net decrease of 0.21 cents between the weeks ending January 17 and February 20 from \$1.0772 per pound to \$1.0793 per pound.

The NASS nonfat dry milk showed a net decrease of 1.24 cents since mid-January to \$0.8187 per pound. The average price for NASS whey showed a net decrease of 1.37 cents since mid-January to \$0.1555 per pound. ♦

MARCH'S CLASS I PRICE ANNOUNCEMENT

On February 20, the March 2009 Class I price was announced at \$11.33 for the Pacific Northwest Order and \$11.78 for the Arizona Order. The Class I price was calculated using NASS commodity price surveys from the weeks of February 7 and 14.

The March Class III and IV advance skim prices are \$5.57 and \$5.81 per hundredweight, respectively. The butterfat portion of the Class I mover decreased 2.22 cents from \$1.1140 to \$1.0918 per pound.

The March 2009 Class II skim and nonfat solids prices were also announced on February 20. The skim price is \$6.51 per hundredweight, and the nonfat solids price is \$0.7233 per pound for all Federal orders. ♦

ADVANCED: NASS COMMODITY PRICES FOR CLASS I PRICE CALCULATIONS

	<u>February</u>	<u>March</u>	<u>Change</u>
Cheese*	\$1.2895	\$1.1414	-\$0.1481
Butter	\$1.0914	\$1.0731	-\$0.0183
Nonfat Dry Milk	\$0.8333	\$0.8195	-\$0.0138
Whey	\$0.1701	\$0.1545	-\$0.0156

* The weighted average of barrels plus 3 cents and blocks.

ANALYSIS OF COMPONENT LEVELS IN INDIVIDUAL HERD MILK AT THE FARM LEVEL

The Market Administrator's Office recently released a study of component levels of milk pooled on the Pacific Northwest and Arizona Orders. A copy of the full study can be found on the Market Administrator's web site at: www.fmmaseattle.com/statistics/componentanalysis07.pdf.

If you would like a copy mailed to you please contact the Bothell, Washington, office at: fmmaseattle@fmmaseattle.com, noting your name and the address to which you would like the study mailed. A summary of the major findings can be found below. Analyses focusing on 2008 will be released in the near future.

Abstract

Component levels in producer milk pooled on the Pacific Northwest (FO 124) and Arizona (FO 131) Federal Milk Marketing Orders were analyzed for 2007 to determine average levels, regional and seasonal variation, and, when possible, the statistical relationship between components. Handlers regulated under the Pacific

Northwest Order report butterfat, protein, and other solids. Handlers regulated under the Arizona Order report butterfat only. Producer milk pooled was also valued using Federal order minimum producer prices for the respective orders. For 2007, a monthly average total of 798 producers were pooled on the Pacific Northwest and Arizona Orders. During 2007, these producers delivered 10.8 billion pounds to the two markets. The milk shed of the two Federal orders includes Arizona, California, Idaho, Oregon, and Washington.

Major findings of this study include:

1. The 2007 average component levels for the Pacific Northwest Order were 3.70% butterfat, 3.09% true protein, and 5.71% other solids. The 2007 average butterfat level for the Arizona Order was 3.59%.
2. In both orders, butterfat levels decrease during the summer months and increase in the late fall and winter. In the Pacific Northwest Order, protein showed the same seasonality as butterfat.
3. Although the volume of producer milk, number of producers, and average milk production per producer varies greatly between regions, there are relatively small differences in aggregate component levels between geographic regions within the milk sheds of the two orders.
4. The Pacific Northwest Order's linear regression in 2007 for protein is $PRO\% = 1.424 + 0.447 * BF\%$, with an R-squared of 0.68.
5. The Pacific Northwest Order's regressions for estimating other solids using butterfat have a very poor correlation (R-squared of less than 0.1). The monthly regressions show a negative relationship; other solids levels appear to be independent of butterfat levels.

◆

Continued from page 8

Copies of the proposals may be obtained from the Dairy Programs website at: www.ams.usda.gov/dairy.

The proposals have not yet been approved for inclusion in a Notice of Hearing. Before deciding whether a hearing will be held, USDA is providing the opportunity for interested parties to submit additional proposals regarding the elimination of the producer-handler provision and the revision of the exempt plant provision in all Federal milk marketing orders.

The preferred method of submission is via email. Electronic submissions should be emailed to

amsdairycomments@usda.gov. Proposals can also be mailed to: Deputy Administrator, USDA/AMS/ Dairy Programs, STOP-0231-Room 2971, 1400 Independence Ave., SW, Washington, DC 20250-0225. **Proposals must be received by March 9, 2009.** Each proposal should be accompanied by a comprehensive statement on the need for the proposal. The proposal must address certain criteria, as detailed in the Invitation.◆

MARKET ADMINISTRATOR EXTENDS TIME TO FILE WRITTEN COMMENTS REGARDING INVESTIGATION OF CURRENT POOLING AND PERFORMANCE STANDARDS

On February 9, 2009, the Market Administrator issued an extension of time to file written comments regarding diversion limits, delivery requirements for producers, an delivery requirements for an association(s) operating a cooperative pool manufacturing plant(s) and for pool supply plants.

The Market Administrator's office received a request from the Washington State Dairy Federation (WSDF) to extend the comment period for an additional 30 days. Copies of the initial WSDF request, the WSDF request for extension and the Market Administrator's response to each are posted on-line at:

www.fmmaseattle.com/currentnews.htm.

Comments are to be received by the Market Administrator's office no later than March 19, 2009.

◆

ERS REPORT: TRANSFORMATION OF U.S. LIVESTOCK AGRICULTURE

A report issued by the Economic Research Service found that U.S. livestock production has shifted to much larger and more specialized farms, and the various stages of input provision, farm production, and processing are now much more tightly coordinated through formal contracts and shared ownership of assets. Important financial advantages have driven these structural changes, which in turn have boosted productivity growth in the livestock sector. But structural changes can also generate environmental and health risks for society, as industrialization concentrates animals and animal wastes in localized areas.

For full details of the report, see: www.ers.usda.gov/Publications/EIB43/.◆

ANNUAL SELECTED STATISTICS

	PACIFIC NORTHWEST				ARIZONA 2/			
	2008	2007	2006	2005	2008	2007	2006	2005
Minimum Class Prices (3.5% B.F.)								
Class I Milk (\$/cwt.)	\$19.90	\$20.04	\$13.78	\$16.30	\$20.35	\$20.49	\$14.23	\$16.75
Class II Milk (\$/cwt.)	16.24	18.36	11.76	13.48	16.24	18.36	11.76	13.48
Class III Milk (\$/cwt.)	17.44	18.04	11.89	14.05	17.44	18.04	11.89	14.05
Class IV Milk (\$/cwt.)	14.65	18.36	11.06	12.88	14.65	18.36	11.06	12.88
Producer Prices								
Producer Price Differential (\$/cwt.)	\$(0.57)	\$ 0.63	\$ 0.19	\$ 0.15	+	+	+	+
Butterfat (\$/pound)	1.5668	1.4693	1.3252	1.7105	+	+	+	+
Protein (\$/pound)	3.8898	3.5121	2.0912	2.4602	+	+	+	+
Other Solids (\$/pound)	0.0555	0.4201	0.1746	0.1228	+	+	+	+
Uniform Skim Price (\$/cwt.)	+	+	+	+	12.39	14.39	8.22	8.94
Uniform Butterfat Price (\$/pound)	+	+	+	+	1.5739	1.4762	1.3326	1.7253
Statistical Uniform Price (\$/cwt.) . .	\$16.87	\$18.67	\$12.07	\$14.20	\$17.46	\$19.05	\$12.60	\$14.66
Producer Data								
Number of Producers	610	704	779	817	99	93	92	87
Avg. Daily Production (lbs.)	30,824	27,382	26,625	23,618	114,693	111,912	100,758	92,466
Number of Handlers								
Pool Handlers	26	27	28	27	7	7	6	5
Producer-Handlers	6	6	7	9	1	1	2	3
Other Plants w/ Class I Use	23	25	24	22	24	22	25	29
Producer Milk Ratios								
Class I	33.07%	32.07%	29.52%	30.21%	33.67%	36.65%	37.50%	33.46%
Class II	7.20%	7.32%	6.43%	6.61%	6.46%	9.10%	8.62%	10.64%
Class III	23.62%	29.95%	27.45%	25.18%	28.65%	27.81%	34.61%	38.49%
Class IV	36.10%	30.67%	36.60%	38.00%	31.21%	26.43%	19.27%	17.41%

+ Not Applicable.

ANNUAL SUPPLEMENTAL STATISTICS

	2008	2007	2006	2005	2008	2007	2006	2005
Producer-Handler Data								
Production	327,699,813	321,470,981	305,745,068	407,230,677	R	R	R	R
Class I Use	267,555,686	255,596,158	248,192,458	324,307,445	R	R	R	R
% Class I Use	81.65%	79.51%	81.18%	79.64%	R	R	R	R
Class I Route Disposition In Area								
By Pool Plants	2,030,173,587	1,994,049,274	2,000,742,674	1,885,388,485	1,131,481,428	1,149,759,420	1,131,880,059	931,316,187
By Producer-Handlers	79,866,974	84,441,329	126,067,955	230,213,129	1/	1/	1/	1/
By Other Plants	80,887,005	55,539,139	50,007,298	34,069,132	59,696,673	57,885,430	134,311,783	336,429,994
Total	2,190,927,566	2,134,029,742	2,176,817,927	2,149,670,746	1,191,178,101	1,207,644,850	1,266,191,842	1,267,746,181

* Preliminary. R = Restricted. Not included. 1/ Restricted. Included with other plants. 2/ Due to the implementation of the Milk Regulatory Equity Act of 2005, the name of Federal Order 131 changed from the "Arizona-Las Vegas Order" to the "Arizona Order" and Clark County, Nevada, was removed from the marketing area effective May 1, 2006.

ANNUAL STATISTICAL SUMMARY

(Product pounds based upon reports of handlers)

RECEIPTS, UTILIZATION AND CLASSIFICATION OF MILK	PACIFIC NORTHWEST				ARIZONA 2/				
	2008	2007	2006	2005	2008	2007	2006	2005	
TOTAL PRODUCER MILK	6,881,681,377	7,036,007,813	7,570,456,808	7,045,825,851	4,155,785,979	3,798,868,820	3,383,448,766	2,947,498,446	
RECEIPTS FROM OTHER SOURCES	401,203,997	454,544,202	237,218,264	368,887,741	158,487,708	243,966,168	272,775,534	391,081,030	
OPENING INVENTORY	383,862,525	400,044,258	380,614,122	382,249,114	262,885,585	238,419,856	221,299,141	185,857,134	
TOTAL TO BE ACCOUNTED FOR	<u>7,666,747,899</u>	<u>7,890,596,273</u>	<u>8,188,289,194</u>	<u>7,796,962,706</u>	<u>4,577,159,272</u>	<u>4,281,254,844</u>	<u>3,877,523,441</u>	<u>3,524,436,610</u>	
UTILIZATION OF RECEIPTS									
Whole milk	380,554,162	386,055,812	400,114,991	359,461,263	298,233,815	330,466,437	331,431,736	235,375,142	
Flavored milk & milk drinks	148,769,125	140,322,316	143,988,650	138,993,133	69,778,378	72,839,277	74,746,052	67,760,732	
2% milk	825,062,287	762,443,804	799,095,114	772,739,827	441,351,854	430,274,661	412,700,801	365,642,910	
1% milk	320,361,050	361,155,851	311,501,163	286,860,978	161,723,493	157,385,807	148,472,995	128,821,087	
Skim milk	338,632,576	327,412,557	329,445,714	311,698,466	154,762,235	152,938,139	158,669,623	127,881,589	
Buttermilk	16,794,387	16,658,934	16,597,042	15,634,818	5,631,653	5,855,099	5,858,852	5,834,727	
CLASS I ROUTE DISP. IN AREA . .	2,030,173,587	1,994,049,274	2,000,742,674	1,885,388,485	1,131,481,428	1,149,759,420	1,131,880,059	931,316,187	
Class I dispositions out of area . . .	222,969,651	220,095,037	192,347,892	175,543,008	265,445,073	244,120,284	137,226,775	56,373,706	
Other Class I usage	218,654,049	241,428,503	236,570,628	262,136,802	142,746,229	138,214,372	117,133,817	98,276,290	
TOTAL CLASS I USE	<u>2,471,797,287</u>	<u>2,455,572,814</u>	<u>2,429,661,194</u>	<u>2,323,068,295</u>	<u>1,539,672,730</u>	<u>1,532,094,076</u>	<u>1,386,240,651</u>	<u>1,085,966,183</u>	
TOTAL CLASS II USE	571,218,849	595,664,484	571,757,273	554,173,483	278,257,199	359,121,487	303,029,161	325,383,106	
TOTAL CLASS III USE	1,682,471,507	2,268,902,870	2,110,000,455	1,936,636,001	1,191,190,901	1,067,538,646	1,175,954,169	1,140,908,893	
TOTAL CLASS IV USE	<u>2,941,260,256</u>	<u>2,570,456,105</u>	<u>3,076,870,272</u>	<u>2,983,084,927</u>	<u>1,568,038,442</u>	<u>1,322,500,635</u>	<u>1,012,299,460</u>	<u>972,178,428</u>	
TOTAL ACCOUNTED FOR	<u>7,666,747,899</u>	<u>7,890,596,273</u>	<u>8,188,289,194</u>	<u>7,796,962,706</u>	<u>4,577,159,272</u>	<u>4,281,254,844</u>	<u>3,877,523,441</u>	<u>3,524,436,610</u>	
CLASSIFICATION OF RECEIPTS									
Producer milk:	Class I . .	2,276,061,722	2,256,399,902	2,234,596,168	2,128,328,208	1,399,209,088	1,392,470,597	1,268,897,392	986,249,469
	Class II . .	495,294,726	514,687,965	486,913,189	465,620,525	268,644,468	345,843,789	291,503,591	313,557,913
	Class III . .	1,625,745,493	2,107,295,207	2,078,124,314	1,774,115,296	1,190,822,447	1,056,328,262	1,170,961,130	1,134,576,539
	Class IV . .	2,484,579,436	2,157,624,739	2,770,823,137	2,677,761,822	1,297,109,976	1,004,226,172	652,086,653	513,114,525
Other receipts:	Class I . .	195,735,565	199,172,912	195,065,026	194,740,087	421,373,293	482,386,024	494,074,675	576,938,164
	Class II . .	75,847,397	80,976,519	84,844,084	88,552,958	1/	1/	1/	1/
	Class III . .	56,726,014	161,607,663	31,876,141	162,520,705	1/	1/	1/	1/
	Class IV . .	456,757,546	412,831,366	306,047,135	305,323,105	1/	1/	1/	1/
Avg. daily producer receipts		18,802,408	19,276,734	20,740,978	19,303,632	11,354,607	10,407,860	9,269,723	8,075,338
Change From Previous Year		-2.46%	-7.06%	7.45%	8.10%	9.10%	12.28%	14.79%	1.60%
Avg. daily Class I use		6,753,545	6,727,597	6,656,606	6,364,571	4,206,756	4,197,518	3,797,920	2,975,250
Change From Previous Year		0.39%	1.07%	4.59%	-1.52%	0.22%	10.52%	27.65%	2.04%

1/ Restricted - Included with Class I. 2/ Due to the implementation of the Milk Regulatory Equity Act of 2005, the name of Federal Order 131 changed from the "Arizona-Las Vegas Order" to the "Arizona Order" and Clark County, Nevada, was removed from the marketing area effective May 1, 2006.

MONTHLY SELECTED STATISTICS

6

	PACIFIC NORTHWEST				ARIZONA			
	Jan 2009	Dec 2008	Jan 2008	Dec 2007	Jan 2009	Dec 2008	Jan 2008	Dec 2007
Minimum Class Prices (3.5% B.F.)								
Class I Milk (\$/cwt.)	\$17.64	\$17.33	\$22.87	\$21.94	\$18.09	\$17.78	\$23.32	\$22.39
Class II Milk (\$/cwt.)	10.41	11.21	19.75	20.82	10.41	11.21	19.75	20.82
Class III Milk (\$/cwt.)	10.78	15.28	19.32	20.60	10.78	15.28	19.32	20.60
Class IV Milk (\$/cwt.)	9.59	10.35	16.29	19.18	9.59	10.35	16.29	19.18
Producer Prices								
Producer Price Differential (\$/cwt.)	\$ 1.34	\$(2.28)	\$ 0.07	\$(0.30)	+	+	+	+
Butterfat (\$/pound)	1.1084	1.2998	1.3319	1.4348	+	+	+	+
Protein (\$/pound)	2.3638	3.6390	4.4994	4.7061	+	+	+	+
Other Solids (\$/pound)	(0.0304)	(0.0269)	0.2097	0.2637	+	+	+	+
Uniform Skim Price (\$/cwt.)	+	+	+	+	8.73	9.41	15.52	16.37
Uniform Butterfat Price (\$/pound)	+	+	+	+	1.1618	1.3961	1.3566	1.4365
Statistical Uniform Price (\$/cwt.)	\$12.12	\$13.00	\$19.39	\$20.30	\$12.49	\$13.97	\$19.72	\$20.82
Producer Data								
Number of Producers	673 *	512	674	683	100 *	100	96	92
Avg. Daily Production (lbs.)	33,169 *	29,785	28,021	27,334	118,506 *	115,651	114,367	112,592
Number of Handlers								
Pool Handlers	28	25	27	27	7	7	7	7
Producer-Handlers	6 *	6	6	5	1 *	1	1	1
Other Plants w/ Class I Use	22 *	22	24	26	26 *	26	22	23
Producer Milk Ratios								
Class I	28.23%	43.09%	34.37%	32.91%	31.55%	33.65%	36.22%	35.91%
Class II	4.66%	7.39%	6.83%	5.98%	7.17%	7.12%	6.53%	7.38%
Class III	39.00%	8.85%	30.97%	31.27%	23.98%	27.01%	23.50%	25.20%
Class IV	28.11%	40.67%	27.83%	29.84%	37.30%	32.22%	33.75%	31.51%

+ Not Applicable. * Preliminary.

MONTHLY SUPPLEMENTAL STATISTICS

	Dec 2008	Nov 2008	Dec 2007	Nov 2007	Dec 2008	Nov 2008	Dec 2007	Nov 2007
Producer-Handler Data								
Production	28,249,380	26,825,468	27,238,521	25,792,798	R	R	R	R
Class I Use	24,560,574	22,118,470	21,197,014	21,807,708	R	R	R	R
% Class I Use	86.94%	82.45%	77.82%	84.55%	R	R	R	R
Class I Route Disposition In Area								
By Pool Plants	180,593,725	170,038,934	173,681,018	172,375,290	98,046,056	95,814,514	95,384,943	98,730,746
By Producer-Handlers	7,493,852	6,743,293	5,900,093	5,894,443	1/	1/	1/	1/
By Other Plants	8,588,867 *	6,452,929	4,677,481	4,866,482	5,204,382 *	4,573,238	3,395,547	3,750,254
Total	196,676,444	183,235,156	184,258,592	183,136,215	103,250,438	100,387,752	98,780,490	102,481,000

* Preliminary. R = Restricted. Not included. 1/ Restricted. Included with other plants.

MONTHLY STATISTICAL SUMMARY

(Product pounds based upon reports of handlers)

RECEIPTS, UTILIZATION AND CLASSIFICATION OF MILK	PACIFIC NORTHWEST				ARIZONA				
	Jan 2009	Dec 2008	Jan 2008	Dec 2007	Jan 2009	Dec 2008	Jan 2008	Dec 2007	
TOTAL PRODUCER MILK	692,001,442	472,744,942	585,474,383	578,733,166	367,369,855	358,518,117	340,356,857	321,111,301	
RECEIPTS FROM OTHER SOURCES	34,196,130	18,765,518	35,979,105	30,270,193	2,721,119	3,848,556	21,002,299	32,274,467	
OPENING INVENTORY	32,633,912	30,838,390	38,983,863	32,216,543	22,534,289	22,958,414	20,760,379	18,883,995	
TOTAL TO BE ACCOUNTED FOR	758,831,484	522,348,850	660,437,351	641,219,902	392,625,263	385,325,087	382,119,535	372,269,763	
UTILIZATION OF RECEIPTS									
Whole milk	33,514,028	34,136,632	31,844,627	31,947,873	24,752,038	25,681,582	26,293,378	25,917,942	
Flavored milk & milk drinks	13,436,256	14,466,725	12,013,416	14,359,508	6,896,317	7,052,342	6,563,452	6,760,418	
2% milk	72,389,312	74,153,408	71,318,565	70,877,069	37,319,803	38,121,059	38,124,645	37,116,807	
1% milk	27,898,904	27,573,891	29,029,512	27,353,150	14,284,501	13,460,929	14,288,313	12,647,205	
Skim milk	29,203,069	28,898,986	30,199,478	27,725,605	13,717,293	13,200,757	13,939,639	12,438,329	
Buttermilk	1,272,204	1,364,083	1,381,184	1,417,813	468,059	529,387	526,054	504,242	
CLASS I ROUTE DISP. IN AREA . .	177,713,773	180,593,725	175,786,782	173,681,018	97,438,011	98,046,056	99,735,481	95,384,943	
Class I dispositions out of area . . .	19,236,237	18,680,039	20,455,526	17,605,141	22,120,057	22,538,290	21,775,918	21,273,846	
Other Class I usage	14,336,412	18,322,518	21,322,397	18,726,624	9,095,187	12,920,090	12,240,661	10,989,524	
TOTAL CLASS I USE	211,286,422	217,596,282	217,564,705	210,012,783	128,653,255	133,504,436	133,752,060	127,648,313	
TOTAL CLASS II USE	39,584,280	41,335,195	46,162,913	39,460,631	26,989,878	26,207,570	23,027,269	24,435,728	
TOTAL CLASS III USE	279,259,738	41,839,068	186,861,472	182,597,334	88,095,327	96,855,902	79,994,692	80,920,853	
TOTAL CLASS IV USE	228,701,044	221,578,305	209,848,261	209,149,154	148,886,803	128,757,179	145,345,514	139,264,869	
TOTAL ACCOUNTED FOR	758,831,484	522,348,850	660,437,351	641,219,902	392,625,263	385,325,087	382,119,535	372,269,763	
CLASSIFICATION OF RECEIPTS									
Producer milk:	Class I . .	195,360,099	203,708,667	201,217,820	190,489,190	115,922,511	120,643,586	123,263,156	115,309,350
	Class II . .	32,233,155	34,945,279	39,965,706	34,595,995	26,336,436	25,509,092	22,221,646	23,713,122
	Class III . .	269,908,722	41,823,070	181,339,658	180,972,215	88,095,327	96,842,191	79,994,692	80,920,853
	Class IV . .	194,499,466	192,267,926	162,951,199	172,675,766	137,015,581	115,523,248	114,877,363	101,167,976
Other receipts:	Class I . .	15,926,323	13,887,615	16,346,885	19,523,593	25,255,408	26,806,970	41,762,678	51,158,462
	Class II . .	7,351,125	6,389,916	6,197,207	4,864,636	1/	1/	1/	1/
	Class III . .	9,351,016	15,998	5,521,814	1,625,119	1/	1/	1/	1/
	Class IV . .	34,201,578	29,310,379	46,897,062	36,473,388	1/	1/	1/	1/
Avg. daily producer receipts		22,322,627	15,249,837	18,886,270	18,668,812	11,850,640	11,565,101	10,979,253	10,358,429
Change From Previous Year		18.19%	-18.31%	-7.30%	27.43%	7.94%	11.65%	7.73%	6.22%
Avg. daily Class I use		6,815,691	7,019,235	7,018,216	6,774,606	4,150,105	4,306,595	4,314,583	4,117,688
Change From Previous Year		-2.89%	3.61%	2.00%	-0.89%	-3.81%	4.59%	-1.22%	-1.36%

1/ Restricted - Included with Class I.

HIGHLIGHTS THIS ISSUE:

- Market Summaries for January 2009
- January 2009 Class Prices
- Class I Price for March 2009
- Analysis of Component Levels in Individual Herd Milk at the Farm Level
- MA Extends Time to File Written Comments
- ERS Report: Transformation of U.S. Livestock Agriculture
- Annual Selected Statistics
- Annual Statistical Summary
- USDA Issues Invitation to Submit Proposals on Proposed Amendments to all Federal Milk Marketing Orders

USDA ISSUES INVITATION TO SUBMIT PROPOSALS ON PROPOSED AMENDMENTS TO ALL FEDERAL MILK MARKETING ORDERS

On February 6, 2009, the US Department of Agriculture (USDA) issued an Invitation to Submit Proposals and an Action Plan on Proposed Amendments to all Federal milk marketing orders.

National Milk Producers Federation and International Dairy Foods Association have requested that USDA hold a public hearing to consider a proposal to eliminate the producer-handler provision in all Federal milk marketing orders. Additionally, National Milk Producers Federation and International Dairy Foods Association have requested that USDA consider revision of the exempt plant provision in all Federal milk marketing orders in the same rulemaking proceeding. The proposals would eliminate the provision exempting producer-handlers from pricing and pooling provisions; and would revise the current limit on monthly route disposition of packaged fluid milk required for exemption from pricing and pooling provisions as an exempt plant.

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