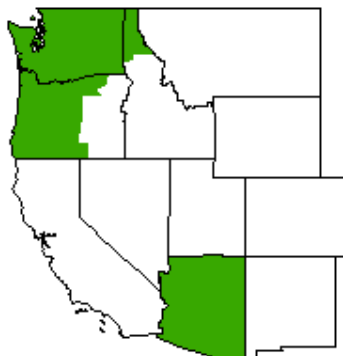


## Pacific Northwest & Arizona Marketing Areas



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**Gary Jablonski & William Wise**  
 Acting Market Administrators

**February 2011**

### MARKET SUMMARIES FOR JANUARY 2011

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

#### Pacific Northwest

Producers delivered a total of 667.8 million pounds of milk to the market during January. Daily deliveries averaged 21.5 million pounds, up 1.5 percent from December. An estimated 633 producers delivered milk to the market during the month. Daily deliveries per producer averaged 34,031 pounds, up 1.5 percent from December.

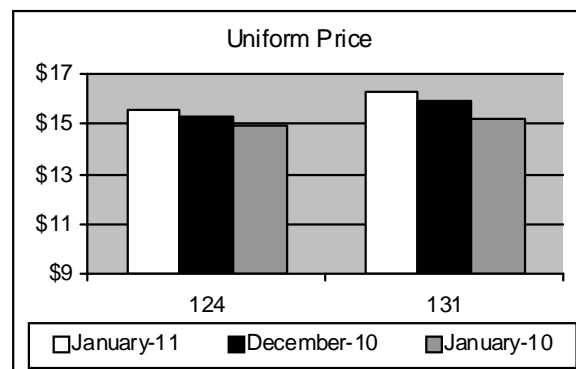
Class I producer milk during January totaled 189.3 million pounds, 28.4 percent of total producer receipts. Daily usage averaged 6.1 million pounds, down 2.2 percent from December.

#### Arizona

Producers delivered a total of 384.7 million pounds of milk to the market during January. Daily deliveries averaged 12.4 million pounds, up 3.0 percent from

December. An estimated 100 producers delivered milk to the market during the month. Daily deliveries per producer averaged 124,082 pounds, up 3.0 percent from December.

Class I producer milk during January totaled 126.5 million pounds, 32.9 percent of total producer receipts. Daily usage averaged 4.1 million pounds, up 8.2 percent from December. ♦



### Federal Order Producer Prices and Component Levels: January 2011

Producer Prices	FO124	FO131	Component Levels (%)	FO124	FO131
Uniform Price 1/*	15.57	16.23	Butterfat	3.899	3.692
Butterfat 2/	2.0239	1.9878	Protein	3.197	N/A
Protein 2/	1.7590	N/A	Other Solids	5.720	N/A
Other Solids 2/	0.2002	N/A	Nonfat Solids	8.917	N/A
PPD 1/*	2.09	N/A			
Skim 1/	N/A	9.61			

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

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**JANUARY 2011 CLASS PRICES**

January 2011 non-advanced Class Prices were calculated using NASS commodity price surveys from January 1, 8, 15, 22 and 29, 2011. Component prices for the month are \$1.7590 per pound of protein, \$2.0239 per pound of butterfat, \$0.2002 per pound of other solids, and \$1.0743 per pound of nonfat solids.

January 2011 Class III and IV prices at 3.5% butterfat are \$13.48 and \$16.42 per hundredweight, respectively. The January Class III price compared to December is down \$0.35. The Class III price is \$1.02 lower than in January 2010.

Class II butterfat was announced at \$2.0309 per pound. Class I skim and butterfat and Class II skim prices for January 2011 were announced on December 23, 2010. The Class II price at 3.5% butterfat is \$16.79 for January 2011.

**FINAL: NASS COMMODITY PRICES**

	<u>December</u>	<u>January</u>	<u>Change</u>
Cheese*	\$1.4606	\$1.4076	-\$0.0530
Butter	\$1.6539	\$1.8428	\$0.1889
Nonfat Dry Milk	\$1.1848	\$1.2530	\$0.0682
Whey	\$0.3789	\$0.3935	\$0.0146

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

**Current Commodity Prices** -- The NASS survey of cheddar cheese prices showed an increase in price received for 40-pound blocks and 500-pound barrels. The survey of 40-pound blocks showed an increase of 30.46 cents between the January 15 and the February 12 surveys, to \$1.6518 per pound. The survey of 500-pound barrels (**adjusted to 38% moisture**) showed an increase of 31.92 cents to \$1.6979 per pound.

The NASS butter price showed an increase of 27.97 cents between the weeks ending January 15 and February 12 from \$1.8065 per pound to \$2.0862 per pound.

The NASS nonfat dry milk showed an increase of 10.65 cents since mid-January to \$1.3614 per pound. The average price for NASS whey showed a net increase of 2.45 cents since mid-January to \$0.4201 per pound. ♦

**MARCH'S CLASS I PRICE ANNOUNCEMENT**

On February 18, the March 2011 Class I price was announced at \$20.13 for the Pacific Northwest Order and \$20.58 for the Arizona Order. The Class I price was calculated using NASS commodity price surveys from the weeks of February 5 and 12.

The March Class III and IV advance skim prices are \$8.12 and \$10.50 per hundredweight, respectively. The butterfat portion of the Class I mover increased 41.33 cents from \$1.9003 to \$2.3136 per pound.

The March 2011 Class II skim and nonfat solids prices were also announced on February 18. The skim price is \$11.20 per hundredweight, and the nonfat solids price is \$1.2444 pound for all Federal orders. ♦

**ADVANCED: NASS COMMODITY PRICES FOR CLASS I PRICE CALCULATIONS**

	<u>February</u>	<u>March</u>	<u>Change</u>
Cheese*	\$1.3757	\$1.6386	\$0.2629
Butter	\$1.7407	\$2.0820	\$0.3413
Nonfat Dry Milk	\$1.2423	\$1.3467	\$0.1044
Whey	\$0.3915	\$0.4146	\$0.0231

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

**2010 ANNUAL STATISTICS**

This month's Market Administrator's Report includes annual summaries for the Pacific Northwest (FO 124) and Arizona (FO 131) Orders (see pages 4 and 5). Data includes production figures, Class prices, handler counts, as well as selected Class I details. The annual summaries include data for 2007-2010 to provide a historical reference. The following are a few notable highlights:

- Producer milk receipts for FO 124 totaled 8.0 billion pounds, an increase of 7.2 percent from 2009. FO 131's total was 4.2 billion pounds, up 4.7 percent.
- The uniform prices for FO's 124 and 131 were higher in 2010 than the previous year, averaging \$15.42 and 15.86 per cwt., respectively.
- The number of pooled handlers remained relatively constant over the past four years.

More comprehensive data is available on our website, [www.fmmaseattle.com](http://www.fmmaseattle.com), in the Historical Data section listed under "Compilation of Statistical Material." ♦

**ERS DAIRY OUTLOOK**

Summary: Both Milk Production and Milk Prices are Expected to be Higher in 2011

Feed prices continue upward. The soybean meal price is projected at \$340 to \$380 per ton, up from last month's projection. Slightly lower planted acreage and lower yields combined to cause the rise in the forecast. The corn price forecast was also raised, to \$5.05 to \$5.75 per bushel. Despite an increase in harvested acreage, corn production is forecast lower due to an expected 11.9-bushel fall in the national average yield per acre. The corn season-ending stocks-to-use ratio is forecast to be the lowest since 1995/96.

The Nation's dairy herd continues a modest expansion. The fourth-quarter 2010 dairy cow population was higher than in the corresponding quarter of 2009. The January *Cattle* report indicated that milk cows and dairy replacement heifers had both risen by 1-percent year-over-year. The *Livestock Slaughter* report showed dairy cow slaughter in December 2010 ahead of both November and December 2009. The proportion of replacements relative to cows is about the same as last year. The evidence suggests an ample number of dairy replacements are available for both herd freshening and some expansion. Despite substantially higher feed costs, higher milk prices could provide enough margin for many producers to continue the herd expansion that began last fall. Herd size will likely contract toward the end of 2011 as already high feed costs continue to escalate. Over the course of the year, the herd size will average 9.15 million cows. Production per cow is expected to rise by about 1 percent, near trend and below last year's stellar 2.8 percent increase. The result will be 196.1 billion pounds of milk produced in 2011.

Milk equivalent imports for 2011 are forecast at 3.9 billion pounds on a fats basis and 4.7 billion pounds on a skim-solids basis, continuing the downward trend of the past 2 years. Milk equivalent exports are projected to reach 6.4 billion pounds on a fats basis and 30.7 billion pounds on a skim-solids basis. The export forecasts are below 2010 totals, and although world supplies are tight, higher production from Oceania over the course of the year is expected to ease the international supply situation. Exporters will have to compete with a resurgent U.S. domestic market where use is expected to climb by 2.3 percent on a fats basis and 3.1 percent on a skim-solids basis.

Product prices will be higher across the board this year than in 2010. Cheese prices are forecast at \$1.640 to \$1.710 per pound, and have been buoyed by high prices for butter and nonfat dry milk (NDM). Commercial use of cheese rose in 2010 and is expected to remain strong in 2011. The exceptionally high butter and NDM prices reflect robust export prospects for both products. Although prices will likely retreat from current highs as milk production from Oceania increases seasonally, tight world butter supplies should maintain the price above 2010 for much of the year. The butter price is expected to be \$1.710 to \$1.810 per pound. NDM prices are expected to be \$1.345 to \$1.405 per pound on the same conditions as those for butter prices. Whey prices are also expected to rally, as strong global powder demand may encourage some substitution of lower priced whey for other powder products. Whey prices are expected to be 40.0 to 43.0 cents per pound.

Milk prices will be higher this year. The Class IV price is expected to average \$16.70 to \$17.50 per cwt. The Class III price is expected to be below the Class IV price this year and to average \$15.80 to \$16.50 per cwt. The expected higher Class prices will push the all milk price well above 2010 to a forecast \$17.70 to \$18.40 per cwt for 2011. ♦

**AGRICULTURE SECRETARY VILSACK'S  
STATEMENT ON 2010 U.S. FARM EXPORTS  
RECORD**

Agriculture Secretary Tom Vilsack issued a statement regarding data released February 11, 2011, showing that U.S. farm exports reached an all-time high of \$115.8 billion in calendar year 2010:

"U.S. farmers and ranchers had a record-breaking export year, surpassing the previous high of \$114.8 billion, set in calendar year 2008, by nearly \$1 billion. We saw a rise in both the value and volume of U.S. agricultural exports worldwide.

"Today's numbers indicate that the demand for U.S. food and agricultural products is soaring worldwide. This is good news for all Americans in these trying economic times. Every \$1 billion in agricultural exports supports 8,000 American jobs, which means agricultural exports supported nearly 1 million jobs in 2010."

The full statement is available in the Newsroom section of [www.usda.gov](http://www.usda.gov). The latest export data is available via the Global Agricultural Trade System at [www.fas.usda.gov/data.asp](http://www.fas.usda.gov/data.asp). ♦

# ANNUAL SELECTED STATISTICS

	PACIFIC NORTHWEST				ARIZONA			
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
<b>Minimum Class Prices (3.5% B.F.)</b>								
Class I Milk (\$/cwt.)	\$17.25	\$13.38	\$19.90	\$20.04	\$17.70	\$13.83	\$20.35	\$20.49
Class II Milk (\$/cwt.)	16.02	11.26	16.24	18.36	16.02	11.26	16.24	18.36
Class III Milk (\$/cwt.)	14.41	11.36	17.44	18.04	14.41	11.36	17.44	18.04
Class IV Milk (\$/cwt.)	15.09	10.89	14.65	18.36	15.09	10.89	14.65	18.36
<b>Producer Prices</b>								
Producer Price Differential (\$/cwt.)	\$ 1.02	\$ 0.41	\$(0.57)	\$ 0.63	+	+	+	+
Butterfat (\$/pound)	1.8535	1.2571	1.5668	1.4693	+	+	+	+
Protein (\$/pound)	2.3091	2.2087	3.8898	3.5121	+	+	+	+
Other Solids (\$/pound)	0.1777	0.0612	0.0555	0.4201	+	+	+	+
Uniform Skim Price (\$/cwt.)	+	+	+	+	9.71	7.98	12.39	14.39
Uniform Butterfat Price (\$/pound)	+	+	+	+	1.8540	1.2593	1.5739	1.4762
Statistical Uniform Price (\$/cwt.)	\$15.42	\$11.76	\$16.87	\$18.67	\$15.86	\$12.10	\$17.46	\$19.05
<b>Producer Data</b>								
Number of Producers	632	624	610	705	96	97	99	93
Avg. Daily Production (lbs.)	34,727	32,799	30,824	27,343	120,773	114,171	114,693	111,912
<b>Producer Milk Ratios</b>								
Class I	27.91%	30.35%	33.07%	32.07%	33.08%	35.31%	33.67%	36.65%
Class II	6.64%	6.53%	7.20%	7.32%	8.06%	8.64%	6.46%	9.10%
Class III	40.30%	37.78%	23.62%	29.95%	29.57%	28.63%	28.65%	27.81%
Class IV	25.15%	25.34%	36.10%	30.67%	29.29%	27.42%	31.21%	26.43%

+ Not Applicable.

## ANNUAL SUPPLEMENTAL STATISTICS

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
<b>Number of Handlers</b>								
Pool Handlers	27	27	26	27	7	7	7	7
<i>Distributing Plants</i>	14	15	16	17	5	5	5	5
<i>Supply Plants 2/</i>	7	7	6	6	1	1	1	1
<i>Cooperatives</i>	5	5	5	5	1	1	1	1
Producer-Handlers	5	6	6	6	0	0	1	1
Other Plants w/ Class I Use	23	23	23	25	24	26	24	22
<b>Class I Route Disposition In Area</b>								
By Pool Plants	2,030,391,722	2,056,535,792	2,030,404,832	1,994,049,274	1,122,154,749	1,150,716,393	1,131,481,428	1,149,759,420
By Producer-Handlers	102,236,124	83,382,859	80,128,472	84,441,329	0	0	1/	1/
By Other Plants	93,385,918	88,014,635	80,800,670	55,539,139	70,386,906	58,826,461	59,790,104	57,885,430
Total	2,226,013,764	2,227,933,286	2,191,333,974	2,134,029,742	1,192,541,655	1,209,542,854	1,191,271,532	1,207,644,850
<b>Producer-Handler Data</b>								
% Class I Use	71.73%	81.78%	81.50%	79.51%	0.00%	0.00%	R	R
% of Total In-Area Route Dispositions	4.59%	3.74%	3.66%	3.96%	0.00%	0.00%	R	R

R = Restricted. Not included. 1/ Restricted. Included with other plants. 2/ Includes Cooperative Pool Manufacturing Plants.

# ANNUAL STATISTICAL SUMMARY

(Product pounds based upon reports of handlers)

RECEIPTS, UTILIZATION AND CLASSIFICATION OF MILK	PACIFIC NORTHWEST				ARIZONA				
	2010	2009	2008	2007	2010	2009	2008	2007	
TOTAL PRODUCER MILK	8,010,815,734	7,470,190,925	6,881,681,377	7,036,007,813	4,231,876,559	4,042,238,490	4,155,785,979	3,798,868,820	
RECEIPTS FROM OTHER SOURCES	162,491,621	301,292,755	401,203,997	454,544,202	42,913,367	67,667,216	158,487,708	243,966,168	
OPENING INVENTORY . . . . .	430,553,983	377,911,656	383,862,525	400,044,258	265,370,913	258,105,947	262,885,585	238,419,856	
TOTAL TO BE ACCOUNTED FOR	8,603,861,338	8,149,395,336	7,666,747,899	7,890,596,273	4,540,160,839	4,368,011,653	4,577,159,272	4,281,254,844	
<b>UTILIZATION OF RECEIPTS</b>									
Whole milk . . . . .	379,189,218	393,133,510	380,554,162	386,055,812	286,185,153	296,657,183	298,233,815	330,466,437	
Flavored milk & milk drinks . . . . .	152,331,382	154,526,909	148,769,125	140,322,316	70,655,005	71,460,344	69,778,378	72,839,277	
2% milk . . . . .	824,963,349	833,491,328	825,062,287	762,443,804	416,804,412	446,345,249	441,351,854	430,274,661	
1% milk . . . . .	321,486,765	320,846,051	320,361,050	361,155,851	190,520,846	174,763,202	161,723,493	157,385,807	
Skim milk . . . . .	336,020,456	338,289,364	338,632,576	327,412,557	153,185,820	156,752,539	154,762,235	152,938,139	
Buttermilk . . . . .	16,400,552	16,248,630	16,794,387	16,658,934	4,803,513	4,737,876	5,631,653	5,855,099	
CLASS I ROUTE DISP. IN AREA . .	2,030,391,722	2,056,535,792	2,030,173,587	1,994,049,274	1,122,154,749	1,150,716,393	1,131,481,428	1,149,759,420	
Class I dispositions out of area . . .	192,552,917	207,524,719	222,969,651	220,095,037	281,496,792	273,319,320	265,445,073	244,120,284	
Other Class I usage . . . . .	205,713,398	201,397,614	218,654,049	241,428,503	150,224,865	145,243,346	142,746,229	138,214,372	
TOTAL CLASS I USE . . . . .	2,428,658,037	2,465,458,125	2,471,797,287	2,455,572,814	1,553,876,406	1,569,279,059	1,539,672,730	1,532,094,076	
TOTAL CLASS II USE . . . . .	634,609,557	590,216,206	571,218,849	595,664,484	349,669,677	360,188,794	278,257,199	359,121,487	
TOTAL CLASS III USE . . . . .	3,245,075,783	2,876,730,628	1,682,471,507	2,268,902,870	1,264,793,302	1,167,743,292	1,191,190,901	1,067,538,646	
TOTAL CLASS IV USE . . . . .	2,295,517,961	2,216,990,377	2,941,260,256	2,570,456,105	1,371,821,454	1,270,800,508	1,568,038,442	1,322,500,635	
TOTAL ACCOUNTED FOR . . . . .	8,603,861,338	8,149,395,336	7,666,747,899	7,890,596,273	4,540,160,839	4,368,011,653	4,577,159,272	4,281,254,844	
<b>CLASSIFICATION OF RECEIPTS</b>									
Producer milk:	Class I . .	2,236,015,823	2,267,280,865	2,276,061,722	2,256,399,902	1,400,047,543	1,427,303,872	1,399,209,088	1,392,470,597
	Class II .	531,958,041	488,060,493	495,294,726	514,687,965	341,221,373	349,228,884	268,644,468	345,843,789
	Class III .	3,228,180,747	2,821,905,244	1,625,745,493	2,107,295,207	1,251,220,548	1,157,166,627	1,190,822,447	1,056,328,262
	Class IV .	2,014,661,123	1,892,944,323	2,484,579,436	2,157,624,739	1,239,387,095	1,108,539,107	1,297,109,976	1,004,226,172
Other receipts:	Class I .	192,642,214	198,177,260	195,735,565	199,172,912	153,828,863	325,773,163	421,373,293	482,386,024
	Class II .	102,651,516	102,155,713	75,847,397	80,976,519	2/	1/	1/	1/
	Class III .	16,895,036	54,825,384	56,726,014	161,607,663	2/	1/	1/	1/
	Class IV .	280,856,838	324,046,054	456,757,546	412,831,366	154,455,417	1/	1/	1/
Avg. daily producer receipts . . . . .		21,947,440	20,466,277	18,802,408	19,276,734	11,594,182	11,074,626	11,354,607	10,407,860
Change From Previous Year . . .		7.24%	8.85%	-2.46%	-7.06%	4.69%	-2.47%	9.10%	12.28%
Avg. daily Class I use . . . . .		6,653,858	6,754,680	6,753,545	6,727,597	4,257,196	4,299,395	4,206,756	4,197,518
Change From Previous Year . . .		-1.49%	0.02%	0.39%	1.07%	-0.98%	2.20%	0.22%	10.52%

1/ Restricted - Included with Class I. 2/ Restricted - Included with Class IV.

# MONTHLY SELECTED STATISTICS

	PACIFIC NORTHWEST				ARIZONA			
	Jan 2011	Dec 2010	Jan 2010	Dec 2009	Jan 2011	Dec 2010	Jan 2010	Dec 2009
<b>Minimum Class Prices (3.5% B.F.)</b>								
Class I Milk (\$/cwt.)	\$17.10	\$18.86	\$16.93	\$15.89	\$17.55	\$19.31	\$17.38	\$16.34
Class II Milk (\$/cwt.)	16.79	15.77	15.22	14.25	16.79	15.77	15.22	14.25
Class III Milk (\$/cwt.)	13.48	13.83	14.50	14.98	13.48	13.83	14.50	14.98
Class IV Milk (\$/cwt.)	16.42	15.03	13.85	15.01	16.42	15.03	13.85	15.01
<b>Producer Prices</b>								
Producer Price Differential (\$/cwt.)	\$ 2.09	\$ 1.49	\$ 0.38	\$ 0.07	+	+	+	+
Butterfat (\$/pound)	2.0239	1.7952	1.4405	1.5433	+	+	+	+
Protein (\$/pound)	1.7590	2.1706	2.7916	2.8751	+	+	+	+
Other Solids (\$/pound)	0.2002	0.1852	0.1946	0.1727	+	+	+	+
Uniform Skim Price (\$/cwt.)	+	+	+	+	9.61	9.61	10.43	10.52
Uniform Butterfat Price (\$/pound)	+	+	+	+	1.9878	1.8874	1.4709	1.5280
Statistical Uniform Price (\$/cwt.)	\$15.57	\$15.32	\$14.88	\$15.05	\$16.23	\$15.88	\$15.21	\$15.50
<b>Producer Data</b>								
Number of Producers	633 *	633	632	624	100 *	100	94	94
Avg. Daily Production (lbs.)	34,031 *	33,516	34,986	31,981	124,084 *	120,484	122,455	118,658
<b>Producer Milk Ratios</b>								
Class I	28.35%	29.45%	28.16%	32.44%	32.88%	31.30%	33.38%	35.68%
Class II	6.17%	5.98%	5.83%	6.47%	9.13%	8.29%	6.98%	7.95%
Class III	39.63%	39.43%	37.71%	33.94%	26.52%	22.98%	26.89%	27.83%
Class IV	25.85%	25.14%	28.30%	27.15%	31.47%	37.43%	32.75%	28.54%

+ Not Applicable. \* Preliminary.

## MONTHLY SUPPLEMENTAL STATISTICS

	Dec 2010	Nov 2010	Dec 2009	Nov 2009	Dec 2010	Nov 2010	Dec 2009	Nov 2009
<b>Number of Handlers</b>								
Pool Handlers	26	26	26	28	7	7	7	7
<i>Distributing Plants</i>	14	14	14	15	5	5	5	5
<i>Supply Plants 1/</i>	7	7	7	8	1	1	1	1
<i>Cooperatives</i>	5	5	5	5	1	1	1	1
Producer-Handlers	5	5	5	5	0	0	0	0
Other Plants w/ Class I Use	22	22	24	24	23	24	25	26
<b>Class I Route Disposition In Area</b>								
By Pool Plants	174,867,773	176,492,078	180,912,244	174,481,311	96,097,716	97,654,925	99,157,408	98,419,709
By Producer-Handlers	8,754,709	8,697,198	7,263,382	6,984,345	0	0	0	0
By Other Plants	10,194,890 *	8,410,880	8,172,813	7,581,557	7,173,168 *	6,971,132	5,951,124	5,373,912
Total	193,817,372	193,600,156	196,348,439	189,047,213	103,270,884	104,626,057	105,108,532	103,793,621
<b>Producer-Handler Data</b>								
% Class I Use	62.54%	63.77%	84.50%	88.42%	0.00%	0.00%	0.00%	0.00%
% of Total In-Area Route Dispositions	4.52%	4.49%	3.70%	3.69%	0.00%	0.00%	0.00%	0.00%

\* Preliminary. 1/ Includes Cooperative Pool Manufacturing Plants

# MONTHLY STATISTICAL SUMMARY

(Product pounds based upon reports of handlers)

RECEIPTS, UTILIZATION AND CLASSIFICATION OF MILK	PACIFIC NORTHWEST				ARIZONA				
	Jan 2011	Dec 2010	Jan 2010	Dec 2009	Jan 2011	Dec 2010	Jan 2010	Dec 2009	
TOTAL PRODUCER MILK	667,787,395	657,677,439	685,451,077	618,633,627	384,653,480	373,499,231	356,834,197	345,769,430	
RECEIPTS FROM OTHER SOURCES	12,408,437	10,121,214	10,451,152	12,412,915	2,582,121	2,560,445	2,367,334	4,229,982	
OPENING INVENTORY . . . . .	35,368,361	37,146,297	28,359,605	33,627,409	21,096,547	22,736,621	20,013,259	23,529,441	
<b>TOTAL TO BE ACCOUNTED FOR</b>	<b>715,564,193</b>	<b>704,944,950</b>	<b>724,261,834</b>	<b>664,673,951</b>	<b>408,332,148</b>	<b>398,796,297</b>	<b>379,214,790</b>	<b>373,528,853</b>	
<b>UTILIZATION OF RECEIPTS</b>									
Whole milk . . . . .	32,910,741	32,905,570	32,072,636	33,687,258	24,179,840	24,510,018	24,439,131	25,578,160	
Flavored milk & milk drinks . . . . .	13,231,997	14,598,554	13,234,182	15,350,868	6,618,043	6,653,570	6,424,609	6,975,600	
2% milk . . . . .	70,431,960	71,459,560	71,883,220	73,986,800	35,769,248	35,694,174	36,702,933	37,838,380	
1% milk . . . . .	28,520,281	26,892,513	28,243,298	27,528,630	17,497,906	16,079,782	16,288,847	15,254,585	
Skim milk . . . . .	28,900,899	27,691,652	28,911,102	28,994,253	13,792,102	12,704,068	13,776,743	13,056,142	
Buttermilk . . . . .	1,252,486	1,319,924	1,250,192	1,364,435	402,407	456,104	399,317	454,541	
CLASS I ROUTE DISP. IN AREA. . . . .	175,248,364	174,867,773	175,594,630	180,912,244	98,259,546	96,097,716	98,031,580	99,157,408	
Class I dispositions out of area . . . . .	14,279,659	15,147,016	16,099,285	18,612,881	22,672,111	23,301,881	23,562,849	24,295,231	
Other Class I usage . . . . .	17,166,278	19,103,111	17,710,716	18,928,077	16,568,564	10,932,635	11,611,328	14,038,474	
<b>TOTAL CLASS I USE. . . . .</b>	<b>206,694,301</b>	<b>209,117,900</b>	<b>209,404,631</b>	<b>218,453,202</b>	<b>137,500,221</b>	<b>130,332,232</b>	<b>133,205,757</b>	<b>137,491,113</b>	
TOTAL CLASS II USE . . . . .	48,006,242	45,444,318	47,923,180	49,788,813	35,744,918	31,543,559	25,508,223	29,222,587	
TOTAL CLASS III USE . . . . .	266,731,290	262,748,242	258,507,009	212,024,875	102,222,166	86,432,457	95,945,255	96,773,552	
TOTAL CLASS IV USE . . . . .	194,132,360	187,634,490	208,427,014	184,407,061	132,864,843	150,488,049	124,555,555	110,041,601	
<b>TOTAL ACCOUNTED FOR . . . . .</b>	<b>715,564,193</b>	<b>704,944,950</b>	<b>724,261,834</b>	<b>664,673,951</b>	<b>408,332,148</b>	<b>398,796,297</b>	<b>379,214,790</b>	<b>373,528,853</b>	
<b>CLASSIFICATION OF RECEIPTS</b>									
Producer milk:	Class I . . . . .	189,346,569	193,661,660	193,019,886	200,656,896	126,477,065	116,892,755	119,111,499	123,367,848
	Class II . . . . .	41,210,326	39,350,301	39,946,306	40,031,701	35,126,579	30,945,465	24,923,675	27,498,369
	Class III . . . . .	264,647,507	259,323,797	258,488,432	209,987,356	102,028,417	85,843,310	95,942,419	96,235,223
	Class IV . . . . .	172,582,993	165,341,681	193,996,453	167,957,674	121,021,419	139,817,701	116,856,604	98,667,990
Other receipts:	Class I . . . . .	17,347,732	15,456,240	16,384,745	17,796,306	11,023,156	13,439,477	14,094,258	14,123,265
	Class II . . . . .	6,795,916	6,094,017	7,976,874	9,757,112	1/	1/	1/	1/
	Class III . . . . .	2,083,783	3,424,445	18,577	2,037,519	1/	1/	1/	1/
	Class IV . . . . .	21,549,367	22,292,809	14,430,561	16,449,387	12,655,512	11,857,589	8,286,335	13,636,158
Avg. daily producer receipts . . . . .		21,541,529	21,215,401	22,111,325	19,955,923	12,408,177	12,048,362	11,510,781	11,153,853
Change From Previous Year . . . . .		-2.58%	6.31%	-0.95%	30.86%	7.80%	8.02%	-2.87%	-3.56%
Avg. daily Class I use . . . . .		6,667,558	6,745,739	6,754,988	7,046,877	4,435,491	4,204,266	4,296,960	4,435,197
Change From Previous Year . . . . .		-1.29%	-4.27%	-0.89%	0.39%	3.22%	-5.21%	3.54%	2.99%

1/ Restricted - Included with Class IV.

**HIGHLIGHTS THIS ISSUE:**

- Market Summaries for January 2011
- January 2011 Class Prices
- Class I Price for March 2011
- 2010 Annual Statistics
- ERS Dairy Outlook
- Agriculture Secretary Vilsack's Statement on 2010 U.S Farm Exports Record
- On-Farm Renewable Energy

**ON-FARM RENEWABLE ENERGY**

USDA's National Agricultural Statistics Service (NASS) will release the results of the first-ever On-Farm Renewable Energy Production survey on Wednesday, February 23 at 3 p.m. EST.

Last year, NASS collected data from all of the farmers and ranchers nationwide who reported renewable energy production on the 2007 Census of Agriculture. The survey results will provide information on energy produced in 2009 using wind turbines, solar panels, and methane digesters, which were owned and operated by farmers and ranchers.

The 2009 On-Farm Renewable Energy Production survey results will provide state- and U.S.-level data by three types of energy produced: wind, solar and methane digester. The information will include average installation cost, percent of cost from outside funding, year installed and average utility savings from the use of on-farm renewable energy production.

For more information about the 2009 On-Farm Renewable Energy Production Survey and to access the results on February 23, visit [www.agcensus.usda.gov/Surveys/](http://www.agcensus.usda.gov/Surveys/). ♦