



The Market Administrator's Report

Facilitating the Efficient Marketing of Milk and Dairy Products

Pacific Northwest and Arizona Marketing Areas

William A. Wise, Market Administrator

Volume 43, No. 6

June 2017

Data for May 2017

MARKET SUMMARIES FOR MAY

Pacific Northwest (FO 124)

Producers delivered a total of 633.1 million pounds of milk to the market during May. Daily deliveries averaged 20.4 million pounds, up 0.5 percent from April. An estimated 446 producers delivered milk to the market during the month. Daily deliveries per producer averaged 45,788 pounds, up 0.5 percent from April.

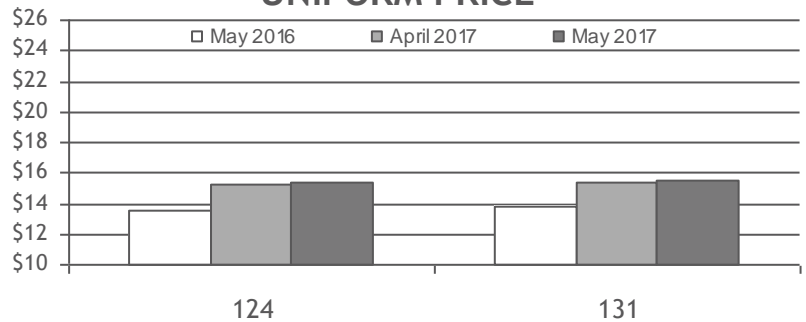
Class I producer milk during May totaled 162.8 million pounds, 25.7 percent of total producer receipts. Daily usage averaged 5.3 million pounds, up 6.9 percent from April. 🐄

Arizona (FO 131)

Producers delivered a total of 447.3 million pounds of milk to the market during May. Daily deliveries averaged 14.4 million pounds, down 1.9 percent from April. An estimated 88 producers delivered milk to the market during the month. Daily deliveries per producer averaged 163,983 pounds, down 1.9 percent from April.

Class I producer milk during May totaled 107.8 million pounds, 24.1 percent of total producer receipts. Daily usage averaged 3.5 million pounds, up 2.8 percent from April. 🐄

UNIFORM PRICE



Pool Quick Stats

Producer Prices & Component Levels	FO 124		FO 131	
	Apr	May	Apr	May
Uniform Price (at 3.5%)	\$15.23	\$15.43	\$15.35	\$15.53
Uniform Price (at test)	\$16.68	\$16.67	\$15.46	\$15.63
PPD	\$0.01	(\$0.14)		
Butterfat	\$2.3548	\$2.4134		n/a
Protein	\$1.6955	\$1.7723		
Other Solids	\$0.3350	\$0.3196		
Uniform Skim			\$7.30	\$7.34
Uniform Butterfat		n/a	\$2.3723	\$2.4129
Butterfat	3.947%	3.877%	3.550%	3.545%
Protein	3.215%	3.170%		
Other Solids	5.753%	5.747%		n/a

HIGHLIGHTS THIS ISSUE

- ✓ USDA Seeks Nominations for National Dairy Board
- ✓ USDA Seeks Nominations for National Organic Standards Board

Federal Order Price Summaries

FINAL CLASS PRICES

The May 2017 Final Class Prices were calculated using AMS commodity price surveys from May 6, 13, 20, and 27, 2017. Current and archived Final Class Price announcements are available at www.fmmaseattle.com/classcomponent.html.

FINAL	Class I (FO124)	Class I (FO131)	Class II	Class III	Class IV	Butterfat	Protein	Other Solids	Nonfat Solids
Apr 2017	\$17.95	\$18.40	\$14.81	\$15.22	\$14.01	\$2.3548	\$1.6955	\$0.3350	\$0.6641
May 2017	\$17.10	\$17.55	\$14.84	\$15.57	\$14.49	\$2.4134	\$1.7723	\$0.3196	\$0.6956
Change	(\$0.85)	(\$0.85)	\$0.03	\$0.35	\$0.48	\$0.0586	\$0.0768	(\$0.0154)	\$0.0315

ADVANCED CLASS I PRICE

The July 2017 Advanced Price was calculated using AMS commodity price surveys from June 10 and 17, 2017. Current and archived Advanced Price announcements are available at www.fmmaseattle.com/advance.html.

ADVANCED	Butterfat	Class III Skim	Class IV Skim	Base Skim	Base Class I	Class I (FO124)	Class I (FO131)	Class II Skim	Class II Non-fat Solids
Jun 2017	\$2.3492	\$7.34	\$6.19	\$7.34	\$15.31	\$17.21	\$17.66	\$6.89	\$0.7656
Jul 2017	\$2.7212	\$7.32	\$6.71	\$7.32	\$16.59	\$18.49	\$18.94	\$7.41	\$0.8233
Change	\$0.3720	(\$0.02)	\$0.52	(\$0.02)	\$1.28	\$1.28	\$1.28	\$0.52	\$0.0577

Commodity Price Summaries

AMS COMMODITY PRICES FOR FINAL CLASS PRICES CALCULATION


	April	May	Change
Cheese	\$1.4960	\$1.5390	\$0.0430
Butter	\$2.1160	\$2.1644	\$0.0484
Nonfat Dry Milk	\$0.8386	\$0.8704	\$0.0318
Whey	\$0.5243	\$0.5094	(\$0.0149)

AMS COMMODITY PRICES FOR ADVANCED CLASS PRICES CALCULATION

	June	July	Change
Cheese	\$1.5120	\$1.6412	\$0.1292
Butter	\$2.1114	\$2.4186	\$0.3072
Nonfat Dry Milk	\$0.8620	\$0.9208	\$0.0588
Whey	\$0.5124	\$0.4962	(\$0.0162)

CURRENT COMMODITY PRICES

The AMS survey of cheddar cheese prices showed a net increase in prices received for 40-pound blocks and for 500-pound barrels. The survey of 40-pound blocks showed a net increase of 16.79 cents between the May 13 and the June 17 surveys, to \$1.7057 per pound. The survey of 500-pound barrels (adjusted to 38% moisture) showed a net increase of 5.59 cents to \$1.5234 per pound.

The AMS butter price showed an increase of 33.56 cents between the weeks ending May 13 and June 17 from \$2.1181 per pound to \$2.4537 per pound. The AMS nonfat dry milk showed a net increase of 5.96 cents since mid-May to \$0.9199 per pound. The average price for AMS whey showed a net decrease of 1.52 cents since mid-May to \$0.4926 per pound. 

Monthly Selected Statistics

PRICE & POOL DATA	PACIFIC NORTHWEST				ARIZONA			
	May 2017	Apr 2017	May 2016	Apr 2016	May 2017	Apr 2017	May 2016	Apr 2016
Producer Prices								
Producer Price Differential (\$/cwt)	(\$0.14)	\$0.01	\$0.74	\$0.04	+	+	+	+
Butterfat (\$/pound)	2.4134	2.3548	2.2846	2.2376	+	+	+	+
Protein (\$/pound)	1.7723	1.6955	1.4935	1.8450	+	+	+	+
Other Solids (\$/pound)	0.3196	0.3350	0.0529	0.0489	+	+	+	+
Uniform Skim Price (\$/cwt)	+	+	+	+	\$7.34	\$7.30	\$6.00	\$6.20
Uniform Butterfat Price (\$/pound)	+	+	+	+	2.4129	2.3723	2.2820	2.2390
Statistical Uniform Price (\$/cwt)	\$15.43	\$15.23	\$13.50	\$13.67	\$15.53	\$15.35	\$13.78	\$13.82
Producer Data								
Number of Producers	446	446	553	451	88	88	91	92
Avg. Daily Production (pounds)	45,788	45,562	45,126	42,922	163,983	167,167	166,306	161,320
Producer Milk Ratios								
Class I	25.71%	24.18%	21.24%	26.32%	24.10%	22.99%	22.95%	23.29%
Class II	7.33%	6.96%	6.71%	7.09%	9.13%	8.85%	10.54%	10.35%
Class III	29.60%	29.87%	42.14%	26.43%	23.65%	23.40%	28.62%	25.99%
Class IV	37.36%	38.99%	29.91%	40.16%	43.12%	44.76%	37.89%	40.37%
Market Shrinkage								
Pounds	7,382,417	8,751,440	8,493,858	9,208,709	1,339,003	2,306,328	1,405,846	1,763,355
% of Producer Milk	1.17%	1.44%	1.10%	1.59%	0.30%	0.52%	0.30%	0.40%

+ Not Applicable. Preliminary data indicated in **bold**.

Monthly Supplemental Statistics

SUPPLEMENTAL DATA	PACIFIC NORTHWEST				ARIZONA			
	Apr 2017	Mar 2017	Apr 2016	Mar 2016	Apr 2017	Mar 2017	Apr 2016	Mar 2016
Number of Handlers								
Pool Handlers	21	23	22	22	8	8	8	8
<i>Distributing Plants</i>	11	12	12	12	6	6	6	6
<i>Supply Plants 1/</i>	4	4	4	4	1	1	1	1
<i>Cooperatives</i>	6	7	6	6	1	1	1	1
Producer-Handlers	5	5	5	5	0	0	0	0
Other Plants w/ Class I Use	21	19	19	20	22	23	24	25
Class I Route Disposition In Area								
By Pool Plants	138,043,950	150,222,695	141,174,789	152,044,065	73,806,329	80,553,790	82,399,506	85,481,928
By Producer-Handlers	6,371,805	6,952,698	6,319,696	6,929,419	0	0	0	0
By Other Plants	11,666,382	12,136,822	11,642,984	11,644,213	8,162,480	9,057,959	7,786,438	8,087,978
Total	156,082,137	169,312,215	159,137,469	170,617,697	81,968,809	89,611,749	90,185,944	93,569,906
Producer-Handler Data								
% Class I Use	51.54%	56.71%	57.38%	58.43%	0.00%	0.00%	0.00%	0.00%
% of Total In-Area Route Dispositions	4.08%	4.11%	3.97%	4.06%	0.00%	0.00%	0.00%	0.00%

Preliminary data indicated in **bold**. 1/ Includes Cooperative Pool Manufacturing Plants.

Monthly Statistical Summary

RECEIPTS & UTILIZATION	PACIFIC NORTHWEST				ARIZONA			
	May 2017	Apr 2017	May 2016	Apr 2016	May 2017	Apr 2017	May 2016	Apr 2016
Receipts of Milk								
Total Producer Milk	633,064,445	609,623,580	773,600,435	580,732,044	447,345,641	441,319,701	469,150,626	445,244,577
Receipts From Other Sources	19,203,438	14,316,870	11,708,044	44,959,744	2,901,749	2,995,900	2,904,804	6,976,562
Opening Inventory	34,746,111	33,828,342	39,106,252	33,147,716	23,706,406	22,608,817	23,581,007	24,496,005
Total To Be Accounted For	687,013,994	657,768,792	824,414,731	658,839,504	473,953,796	466,924,418	495,636,437	476,717,144
Utilization of Receipts								
Whole milk	41,464,383	38,898,377	39,660,397	37,086,717	25,785,745	24,091,923	25,463,458	25,548,643
Flavored milk & drinks	13,914,106	13,199,678	13,818,392	12,284,144	6,963,215	7,244,199	6,520,634	7,746,590
2% milk	51,596,764	50,022,328	54,543,380	52,087,886	26,953,589	25,747,988	27,951,969	28,882,393
1% milk	22,937,447	21,880,326	24,930,318	23,768,554	11,255,077	11,158,575	12,234,564	13,230,976
Skim milk	13,303,800	12,584,558	15,299,575	14,625,923	5,571,110	5,563,644	6,497,111	6,990,904
Buttermilk	1,625,078	1,458,683	1,630,160	1,321,565	2/	2/	2/	2/
Class I dispositions in area	144,841,578	138,043,950	149,882,222	141,174,789	76,528,736	73,806,329	78,667,736	82,399,506
Class I dispositions out of area	11,079,933	10,564,423	10,933,752	10,870,454	30,103,893	28,895,548	27,706,681	24,059,950
Other Class I usage	23,166,262	18,647,910	19,677,680	18,844,092	12,075,011	11,353,732	11,446,280	10,497,491
Utilization by Class								
Total Class I Use	179,087,773	167,256,283	180,493,654	170,889,335	118,707,640	114,055,609	117,820,697	116,956,947
Total Class II Use	51,649,580	45,393,062	57,188,911	45,253,750	42,419,359	40,459,563	50,612,387	47,571,866
Total Class III Use	187,757,022	182,103,356	327,446,799	154,161,898	1/	1/	135,002,885	115,708,258
Total Class IV Use	268,519,619	263,016,091	259,285,367	288,534,521	312,826,797	312,409,246	192,200,468	196,480,073
Total Accounted For	687,013,994	657,768,792	824,414,731	658,839,504	473,953,796	466,924,418	495,636,437	476,717,144

CLASSIFICATION OF RECEIPTS	PACIFIC NORTHWEST				ARIZONA			
	May 2017	Apr 2017	May 2016	Apr 2016	May 2017	Apr 2017	May 2016	Apr 2016
Producer milk								
Class I	162,757,871	147,380,695	164,321,290	152,824,420	107,796,944	101,451,452	107,680,523	103,676,471
Class II	46,421,381	42,427,421	51,894,198	41,190,632	40,833,857	39,061,514	49,448,581	46,096,917
Class III	187,395,170	182,103,356	325,968,113	153,514,393	105,781,858	103,258,641	134,273,493	115,708,258
Class IV	236,490,023	237,712,108	231,416,834	233,202,599	192,932,982	197,548,094	177,748,029	179,762,931
Other receipts								
Class I	16,329,902	19,875,588	16,172,364	18,064,915	10,910,696	12,604,157	10,140,174	13,280,476
Class II	5,228,199	2,965,641	5,294,713	4,063,118	1/	1/	1/	1/
Class III	1/	0	1,478,686	1/	1/	1/	1/	0
Class IV	32,391,448	25,303,983	27,868,533	55,979,427	15,697,459	13,000,560	16,345,637	18,192,091
Avg. daily producer receipts	20,421,434	20,320,786	24,954,853	19,357,735	14,430,505	14,710,657	15,133,891	14,841,486
Change From Previous Year	-18.17%	4.98%	28.90%	23.82%	-4.65%	-0.88%	8.79%	4.77%
Avg. daily Class I use	5,777,025	5,575,209	5,822,376	5,696,311	3,829,279	3,801,854	3,800,668	3,898,565
Change From Previous Year	-0.78%	-2.13%	0.95%	-3.84%	0.75%	-2.48%	-1.19%	-3.85%

1/ Restricted - Included with Class IV. 2/ Restricted - Included with Flavored milk and drinks.

USDA News

USDA SEEKS NOMINATIONS FOR THE NATIONAL DAIRY PROMOTION AND RESEARCH BOARD

The U.S. Department of Agriculture (USDA) is seeking nominations for the National Dairy Promotion and Research Board. Nominations must be submitted by July 10, 2017.

The Secretary of Agriculture will appoint 12 dairy producers and one importer to serve 3-year terms beginning November 1, 2017, and ending October 31, 2020. The selected representatives will replace board members whose terms expire October 31, 2017.

Nominations will be accepted from the following regions: Region 1 (Alaska, Oregon, and Washington), Region 3 (Arizona, Colorado, Montana, Nevada, Utah, and Wyoming), Region 4 (Arkansas, Kansas, New Mexico, Oklahoma, and Texas), Region 5 (Minnesota, North Dakota, and South Dakota), Region 6 (Wisconsin), Region 7 (Illinois, Iowa, Missouri, and Nebraska), Region 8 (Idaho), Region 9 (Indiana, Michigan, Ohio, and West Virginia), Region 10 (Alabama, District of Columbia, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, Puerto Rico, South Carolina, Tennessee, and Virginia), and Region 12 (Connecticut, Maine, Massachusetts, New Hampshire, New York, Rhode Island, and Vermont). The Secretary will appoint two members for Region 4 and Region 6, and one for each of the remaining regions and the dairy importer position.

For nominating forms and information, visit <https://www.ams.usda.gov/rules-regulations/research-promotion/dairy> or contact Jill Hoover, Deputy Director, Promotion, Research, and Planning Division, Dairy Program, AMS, USDA, 1400 Independence Ave, SW, Room 2958-S, Stop 0233, Washington, D.C. 20250-0233; telephone (202) 720-1069; fax (202) 720-0285; or email at jill.hoover@ams.usda.gov. 🐄

Source: USDA. Agricultural Marketing Service. Release No. 081-17. Available at www.ams.usda.gov.

USDA SEEKS NOMINATIONS FOR THE NATIONAL ORGANIC STANDARDS BOARD

The U.S. Department of Agriculture (USDA) is seeking nominations to fill an upcoming vacancy on the National Organic Standards Board (NOSB), a Federal advisory committee. Written nominations, with cover letter, resume, and an advisory committee background information form, must be post-marked or received on or before August 7, 2017.

The 15 member NOSB includes four organic farmers; two handlers; three experts in environmental protection and resource conservation; three representatives of public interest or consumer groups; an expert in toxicology, ecology, or biochemistry; an organic retailer; and an organic certifying agent representative. For this Call for Nominations, the USDA seeks applications from individuals with expertise in areas of environmental protection and resource conservation. The appointee will serve a 5-year term of office beginning January 24, 2018.

For more information, visit the [NOSB Nominations Page](#) on the USDA Agricultural Marketing Service website. 🐄

Source: USDA. Agricultural Marketing Service. Release No. 084-17. Available at www.ams.usda.gov.



Happy June Dairy Month!

Federal Order Statistics for May 2017

Federal Order Name (Number)	Producer Deliveries	Class I Receipts	Class I Utilization	Class I Price	Uniform Price
	- million pounds -			- per cwt (at location) -	
Northeast (FO 1)	2,432.4	745.6	30.65%	\$18.45	\$16.51
Appalachian (FO 5)	486.7	327.9	67.37%	\$18.60	\$17.65
Florida (FO 6)	218.4	177.3	81.18%	\$20.60	\$19.69
Southeast (FO 7)	496.6	312.4	62.92%	\$19.00	\$17.83
Upper Midwest (FO 30)	2,457.6	281.2	11.44%	\$17.00	\$15.65
Central (FO 32)	1,366.5	404.4	29.59%	\$17.20	\$15.50
Mideast (FO 33)	1,735.6	534.2	30.78%	\$17.20	\$15.67
Pacific Northwest (FO 124)	633.1	162.8	25.71%	\$17.10	\$15.43
Southwest (FO 126)	918.2	353.9	38.55%	\$18.20	\$16.37
Arizona (FO 131)	447.3	107.8	24.10%	\$17.55	\$15.53

For links to Market Administrator's webpages, see www.fmmaseattle.com/links.html.



The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write to USDA, Director, Office of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, or call (800) 795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider and employer.

E-mail the MA Office

fmmaseattle@fmmaseattle.com



Bothell Office

1930 220th Street SE, Suite 102
Bothell, Washington 98021

Phone: (425) 487-6009
Fax: (425) 487-2775

Phoenix Office

4835 E Cactus Road, Suite 365
Scottsdale, Arizona 85254

Phone: (602) 547-2909
Fax: (602) 547-2906

Visit the MA Website

www.fmmaseattle.com