



Pacific Northwest and Arizona Marketing Areas

Lisa K. Wyatt, Market Administrator

Volume 47, No. 10

October 2021

Data for September 2021

MARKET SUMMARIES FOR SEPTEMBER

Pacific Northwest (FO 124)

Producers delivered a total of 567.3 million pounds of milk to the market during September. Daily deliveries averaged 18.9 million pounds, down 0.5 percent from August. An estimated 343 producers delivered milk to the market during the month. Daily deliveries per producer averaged 55,132 pounds, down 0.5 percent from August.

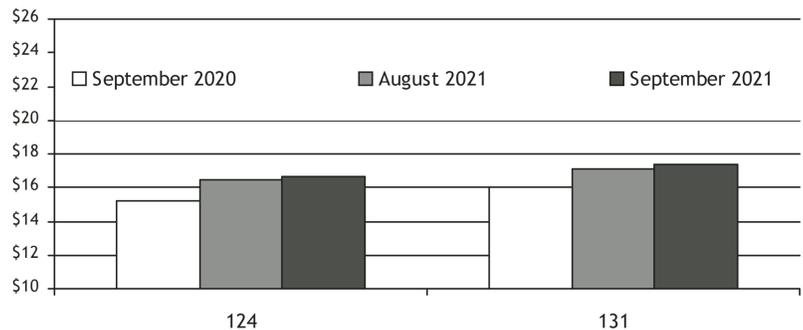
Class I producer milk during September totaled 135.5 million pounds, 23.88 percent of total producer receipts. Daily usage averaged 4.5 million pounds, up 6.4 percent from August. ▼

Arizona (FO 131)

Producers delivered a total of 362.6 million pounds of milk to the market during September. Daily deliveries averaged 12.1 million pounds, down 1.2 percent from August. An estimated 65 producers delivered milk to the market during the month. Daily deliveries per producer averaged 185,965 pounds, down 1.2 percent from August.

Class I producer milk during September totaled 118.4 million pounds, 32.65 percent of total producer receipts. Daily usage averaged 3.9 million pounds, down 0.4 percent from August. ▼

UNIFORM PRICE



Pool Quick Stats

Producer Prices & Component Levels	FO 124		FO 131	
	Aug	Sep	Aug	Sep
Uniform Price (at 3.5%)	\$16.47	\$16.67	\$17.08	\$17.40
Uniform Price (at test)	\$17.77	\$18.64	\$17.51	\$17.86
PPD	\$0.52	\$0.14		
Butterfat	\$1.8508	\$1.9388		n/a
Protein	\$2.4582	\$2.6010		
Other Solids	\$0.3735	\$0.3445		
Uniform Skim			\$10.93	\$11.03
Uniform Butterfat		n/a	\$1.8675	\$1.9291
Butterfat	3.946%	4.095%	3.745%	3.758%
Protein	3.170%	3.301%		
Other Solids	5.761%	5.738%		n/a

HIGHLIGHTS THIS ISSUE

- ✓ Pandemic Market Volatility Assistance Program (PMVAP) Update
- ✓ Important Dates for 2022

Federal Order Price Summaries

FINAL CLASS PRICES

The September 2021 Final Class Prices were calculated using AMS commodity price surveys from September 4, 11, 18, and 25, 2021. 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
Aug 2021	\$18.80	\$19.25	\$16.51	\$15.95	\$15.92	\$1.8508	\$2.4582	\$0.3735	\$1.0872
Sep 2021	\$18.49	\$18.94	\$16.89	\$16.53	\$16.36	\$1.9388	\$2.6010	\$0.3445	\$1.1027
Change	(\$0.31)	(\$0.31)	\$0.38	\$0.58	\$0.44	\$0.0880	\$0.1428	(\$0.0290)	\$0.0155

ADVANCED CLASS I PRICE

The November 2021 Advanced Price was calculated using AMS commodity price surveys from October 9 and 16, 2021. Current and archived Advanced Price announcements are available at www.fmmaseattle.com/advance.html.

ADVANCED	Base 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
Oct 2021	\$1.9421	\$9.90	\$9.93	\$10.66	\$17.08	\$18.98	\$19.43	\$10.63	\$1.1811
Nov 2021	\$1.9038	\$11.45	\$10.53	\$11.73	\$17.98	\$19.88	\$20.33	\$11.23	\$1.2478
Change	(\$0.0383)	\$1.55	\$0.60	\$1.07	\$0.90	\$0.90	\$0.90	\$0.60	\$0.0667

Commodity Price Summaries

AMS COMMODITY PRICES FOR FINAL CLASS PRICES CALCULATION

	Aug	Sep	Change
Cheese	\$1.5680	\$1.6411	\$0.0731
Butter	\$1.6998	\$1.7725	\$0.0727
Nonfat Dry Milk	\$1.2660	\$1.2816	\$0.0156
Whey	\$0.5617	\$0.5336	(\$0.0281)

AMS COMMODITY PRICES FOR ADVANCED CLASS PRICES CALCULATION

	Oct	Nov	Change
Cheese	\$1.6242	\$1.7624	\$0.1382
Butter	\$1.7752	\$1.7436	(\$0.0316)
Nonfat Dry Milk	\$1.2822	\$1.3497	\$0.0675
Whey	\$0.5310	\$0.5385	\$0.0075

CURRENT COMMODITY PRICES

The AMS survey of cheddar cheese prices showed a net increase in prices received for 40-pound blocks and an increase for 500-pound barrels. The survey of 40-pound blocks showed a net increase of 3.24 cents between the September 18 and the October 16 surveys, to \$1.8077 per pound. The survey of 500-pound barrels (adjusted to 38% moisture) showed an increase of 26.71 cents to \$1.7335 per pound.

The AMS butter price showed a net decrease of 5.06 cents between the weeks ending September 18 and October 16 from \$1.7763 per pound to \$1.7257 per pound. The AMS nonfat dry milk showed an increase of 6.44 cents since mid-September to \$1.3548 per pound. The average price for AMS whey showed a net increase of 1.44 cents since mid-September to \$0.5406 per pound. 🐄

Monthly Selected Statistics

PRICE & POOL DATA	PACIFIC NORTHWEST				ARIZONA			
	Sep 2021	Aug 2021	Sep 2020	Aug 2020	Sep 2021	Aug 2021	Sep 2020	Aug 2020
Producer Prices								
Producer Price Differential (\$/cwt)	\$0.14	\$0.52	(\$1.24)	(\$3.61)	+	+	+	+
Butterfat (\$/pound)	1.9388	1.8508	1.5932	1.6275	+	+	+	+
Protein (\$/pound)	2.6010	2.4582	3.3935	4.4394	+	+	+	+
Other Solids (\$/pound)	0.3445	0.3735	0.1241	0.1387	+	+	+	+
Uniform Skim Price (\$/cwt)	+	+	+	+	\$11.03	\$10.93	\$10.70	\$10.23
Uniform Butterfat Price (\$/pound)	+	+	+	+	1.9291	1.8675	1.6217	1.7060
Statistical Uniform Price (\$/cwt)	\$16.67	\$16.47	\$15.19	\$16.16	\$17.40	\$17.08	\$16.00	\$15.84
Producer Data								
Number of Producers	343	343	356	357	65	65	69	69
Avg. Daily Production (pounds)	55,132	55,426	56,843	56,682	185,965	188,232	128,369	139,776
Producer Milk Ratios								
Class I	23.88%	22.32%	22.54%	20.74%	32.65%	32.37%	37.82%	32.57%
Class II	6.90%	7.17%	7.35%	7.28%	12.33%	11.28%	13.64%	11.76%
Class III	29.76%	31.13%	29.56%	29.31%	32.49%	31.59%	4.74%	3.68%
Class IV	39.46%	39.38%	40.55%	42.67%	22.53%	24.76%	43.80%	51.99%
Market Shrinkage								
Pounds	6,773,752	13,102,164	9,319,191	10,051,449	5,647,183	8,190,962	3,375,828	3,510,603
% of Producer Milk	1.19%	2.22%	1.54%	1.60%	1.56%	2.16%	1.27%	1.17%

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

Monthly Supplemental Statistics

SUPPLEMENTAL DATA	PACIFIC NORTHWEST				ARIZONA			
	Aug 2021	Jul 2021	Aug 2020	Jul 2020	Aug 2021	Jul 2021	Aug 2020	Jul 2020
Number of Handlers								
Pool Handlers	17	19	18	19	9	9	8	8
<i>Distributing Plants</i>	11	11	11	12	7	7	6	6
<i>Supply Plants 1/</i>	3	5	4	4	1	1	1	1
<i>Cooperatives</i>	3	3	3	3	1	1	1	1
Producer-Handlers	5	5	5	5	0	0	0	0
Other Plants w/ Class I Use	30	31	28	28	26	26	24	28
Class I Route Disposition In Area								
By Pool Plants	118,475,921	113,825,102	120,999,030	125,217,799	72,043,784	66,142,489	71,038,317	72,192,469
By Producer-Handlers	5,234,050	5,238,779	5,647,285	5,714,801	0	0	0	0
By Other Plants	15,089,665	14,720,892	14,939,589	14,179,164	7,689,331	8,232,912	7,892,540	8,050,782
Total	138,799,636	133,784,773	141,585,904	145,111,764	79,733,115	74,375,401	78,930,857	80,243,251
Producer-Handler Data								
% Class I Use	41.87%	46.48%	46.14%	47.79%	0.00%	0.00%	0.00%	0.00%
% of Total In-Area Route Dispositions	3.77%	3.92%	3.99%	3.94%	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			
	Sep 2021	Aug 2021	Sep 2020	Aug 2020	Sep 2021	Aug 2021	Sep 2020	Aug 2020
Receipts of Milk								
Total Producer Milk	567,309,657	589,345,752	607,087,707	627,301,405	362,632,576	379,288,445	265,724,025	298,981,763
Receipts From Other Sources	7,627,448	7,154,397	8,930,214	13,868,084	6,546,308	8,985,736	5,089,392	3,908,799
Opening Inventory	39,848,358	42,157,673	35,968,263	31,005,219	29,319,284	31,637,141	19,677,075	21,754,718
Total To Be Accounted For	614,785,463	638,657,822	651,986,184	672,174,708	398,498,168	419,911,322	290,490,492	324,645,280
Utilization of Receipts								
Whole milk	41,352,431	42,154,314	41,644,036	41,012,198	25,201,026	25,957,387	26,247,882	27,097,833
Flavored milk & drinks	11,989,366	7,529,677	8,168,667	6,089,352	7,166,911	7,287,816	4,172,165	3,459,897
2% milk	44,290,872	44,513,288	47,773,359	47,324,447	24,783,824	25,363,440	27,739,210	28,008,212
1% milk	16,829,853	15,053,600	18,041,751	15,684,566	8,695,711	9,341,969	8,651,110	8,154,051
Skim milk	7,523,151	7,581,647	9,169,798	9,464,775	3,608,909	3,630,091	3,813,622	3,882,887
Buttermilk	1,637,672	1,643,395	1,462,464	1,423,692	470,563	463,081	459,212	435,437
Class I dispositions in area	123,623,345	118,475,921	126,260,075	120,999,030	69,926,944	72,043,784	71,083,201	71,038,317
Class I dispositions out of area	7,938,668	9,032,858	9,680,133	9,835,054	44,644,275	48,451,673	28,251,990	28,073,068
Other Class I usage	26,194,364	29,364,887	17,828,899	18,281,977	17,252,992	17,987,543	14,486,713	13,745,064
Utilization by Class								
Total Class I Use	157,756,377	156,873,666	153,769,107	149,116,061	131,824,211	138,483,000	113,821,904	112,856,449
Total Class II Use	43,117,246	45,735,427	48,818,662	48,690,660	46,823,382	44,604,417	36,928,223	36,084,568
Total Class III Use	168,806,223	183,758,983	179,675,504	183,855,904	119,744,552	121,877,785	1/	1/
Total Class IV Use	245,105,617	252,289,746	269,722,911	290,512,083	100,106,023	114,946,120	139,740,365	175,704,263
Total Accounted For	614,785,463	638,657,822	651,986,184	672,174,708	398,498,168	419,911,322	290,490,492	324,645,280

CLASSIFICATION OF RECEIPTS	PACIFIC NORTHWEST				ARIZONA			
	Sep 2021	Aug 2021	Sep 2020	Aug 2020	Sep 2021	Aug 2021	Sep 2020	Aug 2020
Producer milk								
Class I	135,466,685	131,560,554	136,861,730	130,073,719	118,402,362	122,789,493	100,505,041	97,367,120
Class II	39,159,820	42,232,264	44,592,886	45,675,371	44,696,463	42,801,501	36,257,035	35,163,350
Class III	168,806,223	183,470,709	179,466,136	183,855,904	117,821,793	119,805,754	12,597,891	11,005,816
Class IV	223,876,929	232,082,225	246,166,955	267,696,411	81,711,958	93,891,697	116,364,058	155,445,477
Other receipts								
Class I	22,289,692	25,313,112	16,907,377	19,042,342	13,421,849	15,693,507	13,316,863	15,489,329
Class II	3,957,426	3,503,163	4,225,776	3,015,289	1/	1/	1/	1/
Class III	0	1/	1/	0	1/	1/	1/	0
Class IV	21,228,688	20,495,795	23,765,324	22,815,672	22,443,743	24,929,370	11,449,604	10,174,188
Avg. daily producer receipts	18,910,322	19,011,153	20,236,257	20,235,529	12,087,753	12,235,111	8,857,468	9,644,573
Change From Previous Year	-6.55%	-6.05%	-2.55%	-20.03%	36.47%	26.86%	-20.75%	-22.19%
Avg. daily Class I use	5,258,546	5,060,441	5,125,637	4,810,196	4,394,140	4,467,194	3,794,063	3,640,531
Change From Previous Year	2.59%	5.20%	-3.82%	-4.98%	15.82%	22.71%	0.01%	-5.16%

1/ Restricted - Included with Class IV.

USDA News

PANDEMIC MARKET VOLATILITY PROGRAM (PMVAP) UPDATE

Since the announcement of the Pandemic Market Volatility Assistance Program (PMVAP) in mid-August, USDA has been actively implementing the administration of this program that will distribute up to \$350 million in payments directly to dairy farmers.

The role of the handler/cooperative

USDA is wrapping up one-on-one meetings with approximately 200 handlers and cooperatives that purchased milk and participated in the Federal Milk Marketing Order program during the July-December 2020 period. Handlers and cooperatives are critical to the administration of the PMVAP. They have the proprietary producer production data that determines the eligible milk under PMVAP rules. Further, they are the entities that distribute program funds to dairy farmers. To ensure the integrity of the PMVAP and proper distribution of funds, USDA will enter into an agreement with each handler and cooperative. This process, along with a thorough explanation of the mechanics of the program, is currently underway.

Dairy farmer payments

As reported when the program was announced on August 19, 2021, PMVAP is designed to provide pandemic assistance payments directly to dairy farmers who received a lower value for their milk due to market abnormalities caused by the pandemic. Funds are projected to be paid to dairy farmers by the end of December 2021.

AGI CERTIFICATION REQUIRED BY DAIRY FARMERS

Similar to many USDA programs the PMVAP requires dairy farmers to attest that they meet *either of the following* adjusted gross income (AGI) requirements of the program:

- Less than \$900,000 average AGI for tax years 2016, 2017, and 2018, or
- 75 percent of your average taxable income for tax years 2016, 2017, and 2018 came from farming, ranching, or forestry-related activities

Your handler or cooperative may have provided you with an attestation statement, which you **MUST** complete and return in order to receive a payment from the program.

Additional Information

Program information for handlers and dairy farmers can be found at <https://www.ams.usda.gov/services/pandemic-market-volatility-assistance-program>.

For additional questions not covered in the resources online, please email PMVAP@usda.gov.



USDA News

IMPORTANT DATES

The important dates concerning the 2022 Federal order price announcements, reporting and payments are now available.

The 2022 AMS release dates are as follows:

Advanced prices & Pricing Factors

- Wed., December 22, 2021
- Thurs., January 20, 2022
- Wed., February 16
- Wed., March 23
- Wed., April 20
- Wed., May 18
- Thurs., June 23
- Wed., July 20
- Wed., August 17
- Wed., September 21
- Wed., October 19
- Wed., November 23

Final Class & Component Prices

- Wed., February 2, 2022
- Wed., March 2
- Wed., March 30
- Wed., May 4
- Thurs., June 2
- Wed., June 29
- Wed., August 3
- Wed., August 31
- Wed., October 5
- Wed., November 2
- Wed., November 30
- Thurs., January 5, 2023

The 2022 release dates for price announcements, as issued by the Agricultural Marketing Service (AMS) are available via the market administrator's website at www.fmmaseattle.com/dates.html. Tables that identify reporting and payment dates specific to the Pacific Northwest (FO 124) and Arizona (FO 131) Federal Orders are available via the market administrator's website at www.fmmaseattle.com/reportingandpaymentdates.html. 

Federal Order Statistics for September 2021

Federal Order Name (Number)	Producer Deliveries	Class I Receipts	Class I Utilization	Class I Price	Uniform Price
	<i>- million pounds -</i>			<i>- per cwt (at location) -</i>	
Northeast (FO 1)	2,176.7	673.6	31.0%	\$19.84	\$17.96
Appalachian (FO 5)	418.5	308.7	73.8%	\$19.99	\$19.37
Florida (FO 6)	197.0	164.2	83.3%	\$21.99	\$21.22
Southeast (FO 7)	367.1	261.1	71.1%	\$20.39	\$19.70
Upper Midwest (FO 30)	2,264.3	208.0	9.2%	\$18.39	\$16.71
Central (FO 32)	1,230.9	356.8	29.0%	\$18.59	\$16.73
Mideast (FO 33)	1,687.5	531.6	31.5%	\$18.59	\$17.12
California (FO 51)	1,903.6	396.5	20.8%	\$18.69	\$16.91
Pacific Northwest (FO 124)	567.3	135.5	23.9%	\$18.49	\$16.67
Southwest (FO 126)	1,055.9	333.6	31.6%	\$19.59	\$17.55
Arizona (FO 131)	362.6	118.4	32.7%	\$18.94	\$17.40

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

In accordance with Federal civil rights law and U.S. Department of Agriculture (USDA) civil rights regulations and policies, the USDA, its Agencies, offices, and employees, and institutions participating in or administering USDA programs are prohibited from discriminating based on race, color, national origin, religion, sex, gender identity (including gender expression), sexual orientation, disability, age, marital status, family/parental status, income derived from a public assistance program, political beliefs, or reprisal or retaliation for prior civil rights activity, in any program or activity conducted or funded by USDA (not all bases apply to all programs). Remedies and complaint filing deadlines vary by program or incident.

Persons with disabilities who require alternative means of communication for program information (e.g., Braille, large print, audiotope, American Sign Language, etc.) should contact the responsible Agency or USDA's TARGET Center at (202) 720-2600 (voice and TTY) or contact USDA through the Federal Relay Service at (800) 877-8339. Additionally, program information may be made available in languages other than English.

To file a program discrimination complaint, complete the USDA Program Discrimination Complaint Form, AD-3027, found online at How to File a Program Discrimination Complaint and at any USDA office or write a letter addressed to USDA and provide in the letter all of the information requested in the form. To request a copy of the complaint form, call (866) 632-9992. Submit your completed form or letter to USDA by: (1) mail: U.S. Department of Agriculture, Office of the Assistant Secretary for Civil Rights, 1400 Independence Avenue, SW, Washington, D.C. 20250-9410; (2) fax: (202) 690-7442; or (3) email: program.intake@usda.gov.

USDA is an equal opportunity provider, employer, and lender.

E-mail the MA Office

fmmaseattle@fmmaseattle.com



Visit the MA Website

www.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 440
Scottsdale, Arizona 85254

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