# USDA The Market Administrator's Report

Facilitating the Efficient Marketing of Milk and Dairy Products

#### Pacific Northwest and Arizona Marketing Areas

#### Lisa K. Wyatt, Market Administrator

Volume 48, No. 5

May 2022

Data for April 2022

#### MARKET SUMMARIES FOR APRIL

#### Pacific Northwest (FO 124)

Producers delivered a total of 632.1 million pounds of milk to the market during April. Daily deliveries averaged 21.1 million pounds, down 1.9 percent from March. An estimated 334 producers delivered milk to the market during the month. Daily deliveries per producer averaged 63,086 pounds, down 1.9 percent from March.

Class I producer milk during April totaled 133.1 million pounds, 21.1 percent of total producer receipts. Daily usage averaged 4.4 million pounds, down 4.5 percent from March. **T** 

#### Arizona (FO 131)

Producers delivered a total of 445.2 million pounds of milk to the market during April. Daily deliveries averaged 14.8 million pounds, up 13.1 percent from March. An estimated 62 producers delivered milk to the market during the month. Daily deliveries per producer averaged 239,330 pounds, up 13.1 percent from March.

Class I producer milk during April totaled 112.8 million pounds, 25.4 percent of total producer receipts. Daily usage averaged 3.8 million pounds, up 4.0 percent from March. **T**  
 \$28

 \$24

 \$22

 \$20

 \$18

 \$14

 \$12

 \$10

**UNIFORM PRICE** 

□ April 2021 ■ March 2022 ■ April 2022

124

131

## **Pool Quick Stats**

Producer Prices &	FO	124	FO 131		
Component Levels	Mar	Apr	Mar	Apr	
Uniform Price (at 3.5%)	\$23.49	\$24.79	\$24.66	\$25.52	
Uniform Price (at test)	\$27.08	\$28.68	\$25.36	\$26.26	
PPD	\$1.04	\$0.37			
Butterfat	\$3.0935	\$3.1461	2	12	
Protein	\$2.7182	\$3.4239	n/a		
Other Solids	\$0.6131	\$0.5565			
Uniform Skim		12	\$14.38	\$15.04	
Uniform Butterfat	n/a		\$3.0813	\$3.1456	
Butterfat	4.291%	4.281%	3.738%	3.746%	
Protein	3.393%	3.395%		/a	
Other Solids	5.779%	5.794%		a	

#### **HIGHLIGHTS THIS ISSUE**

Continuation of Revision in Shipping Percentages

#### FINAL CLASS PRICES

The April 2022 Final Class Prices were calculated using AMS commodity price surveys from April 2, 9, 16, 23, and 30, 2022. Current and archived Final Class Price announcements are available at www.fmmaseattle.com/ classcomponent.html.

FINAL	Class I (F0124)	Class I (F0131)	Class II	Class III	Class IV	Butterfat	Protein	Other Solids	Nonfat Solids
Mar 2022	\$24.78	\$25.23	\$24.76	\$22.45	\$24.82	\$3.0935	\$2.7182	\$0.6131	\$1.6113
Apr 2022	\$26.28	\$26.73	\$25.71	\$24.42	\$25.31	\$3.1461	\$3.4239	\$0.5565	\$1.6470
Change	\$1.50	\$1.50	\$0.95	\$1.97	\$0.49	\$0.0526	\$0.7057	(\$0.0566)	\$0.0357

#### ADVANCED CLASS I PRICE

The June 2022 Advanced Price was calculated using AMS commodity price surveys from May 7 and 14, 2022. Current and archived Advanced Price announcements are available at <a href="https://www.fmmaseattle.com/advance.html">www.fmmaseattle.com/advance.html</a>.

ADVANCED	Base Butterfat	Class III Skim	Class IV Skim	Base Skim	Base Class I	Class I (FO124)	Class I (F0131)	Class II Skim	Class II Non- fat Solids
May 2022	\$3.1373	\$13.68	\$14.82	\$14.99	\$25.45	\$27.35	\$27.80	\$15.52	\$1.7244
Jun 2022	\$3.0728	\$15.04	\$14.80	\$15.66	\$25.87	\$27.77	\$28.22	\$15.50	\$1.7222
Change	(\$0.0645)	\$1.36	(\$0.02)	\$0.67	\$0.42	\$0.42	\$0.42	(\$0.02)	(\$0.0022)

### **Commodity Price Summaries**

#### AMS COMMODITY PRICES FOR FINAL CLASS PRICES CALCULATION

#### AMS COMMODITY PRICES FOR ADVANCED CLASS PRICES CALCULATION

	Mar	Apr	Change		May	Jun	Change
Cheese	\$2.0548	\$2.2910	\$0.2362	Cheese	\$2.2594	\$2.4153	\$0.1559
Butter	\$2.7260	\$2.7694	\$0.0434	Butter	\$2.7622	\$2.7089	(\$0.0533)
Nonfat Dry Milk	\$1.7954	\$1.8314	\$0.0360	Nonfat Dry Milk	\$1.8306	\$1.8292	(\$0.0014)
Whey	\$0.7943	\$0.7394	(\$0.0549)	Whey	\$0.7508	\$0.6844	(\$0.0664)

#### **CURRENT COMMODITY PRICES**

The AMS survey of cheddar cheese prices showed an increase in prices received for 40-pound blocks and a net increase for 500-pound barrels. The survey of 40-pound blocks showed an increase of 12.58 cents between the April 16 and the May 14 surveys, to \$2.3971 per pound. The survey of 500-pound barrels (adjusted to 38% moisture) showed a net increase of 12.39 cents to \$2.4043 per pound.

The AMS butter price showed a decrease of 7.99 cents between the weeks ending April 16 and May 14 from 2.7832 per pound to 2.7033 per pound. The AMS nonfat dry milk showed a net decrease of 0.43 cents since mid-April to 1.8247 per pound. The average price for AMS whey showed a decrease of 4.88 cents since mid-April to 0.6808 per pound.

## Monthly Selected Statistics

	PAG	CIFIC NO	ORTHWI	EST	ARIZONA			
PRICE & POOL DATA	Apr 2022	Mar 2022	Apr 2021	Mar 2021	Apr 2022	Mar 2022	Apr 2021	Mar 2021
Producer Prices								
Producer Price Differential (\$/cwt)	\$0.37	\$1.04	(\$1.39)	(\$1.00)	+	+	+	+
Butterfat (\$/pound)	3.1461	3.0935	1.9496	1.7176	+	+	+	+
Protein (\$/pound)	3.4239	2.7182	2.8136	2.6954	+	+	+	+
Other Solids (\$/pound)	0.5565	0.6131	0.4268	0.3652	+	+	+	+
Uniform Skim Price (\$/cwt)	+	+	+	+	15.04	\$14.38	\$10.12	\$10.06
Uniform Butterfat Price (\$/pound)	+	+	+	+	3.1456	3.0813	1.9030	1.6682
Statistical Uniform Price (\$/cwt)*	\$24.79	\$23.49	\$16.28	\$15.15	\$25.52	\$24.66	\$16.43	\$15.55
Producer Data								
Number of Producers	334	334	347	350	62	62	62	64
Avg. Daily Production (pounds)	63,086	64,313	58,667	57,819	239,330	211,709	189,030	179,978
Producer Milk Ratios								
Class I	21.05%	21.63%	22.57%	22.19%	25.35%	27.56%	32.34%	31.67%
Class II	5.90%	5.63%	6.22%	7.22%	12.94%	17.26%	9.62%	10.05%
Class III	48.41%	48.20%	28.21%	27.11%	26.31%	13.90%	3.26%	3.26%
Class IV	24.64%	24.54%	43.00%	43.48%	35.40%	41.28%	54.78%	55.02%
Market Shrinkage								
Pounds	5,069,321	8,997,277	6,537,706	9,110,421	3,070,816	3,386,175	5,624,641	4,464,966
% of Producer Milk	0.80%	1.35%	1.07%	1.45%	0.69%	0.83%	1.60%	1.25%
+ Not Applicable. Preliminary data indic	ated in <i>bold</i> . *C	Corrected: Ma	rch 2022 (FO	131)				

+ Not Applicable. Preliminary data indicated in *bold*. \*Corrected: March 2022 (FO 131)

## Monthly Supplemental Statistics

	ΡΑΟ	CIFIC NO	ORTHWI	EST	ARIZONA			
SUPPLEMENTAL DATA	Mar 2022	Feb 2022	Mar 2021	Feb 2021	Mar 2022	Feb 2022	Mar 2021	Feb 2021
Number of Handlers								
Pool Handlers	18	19	18	18	8	9	9	8
Distributing Plants	11	11	11	11	6	7	7	6
Supply Plants 1/	4	5	4	4	1	1	1	1
Cooperatives	3	3	3	3	1	1	1	1
Producer-Handlers	4	4	5	5	0	0	0	0
Other Plants w/ Class I Use	31	27	31	31	31	29	25	28
Class I Route Disposition In Area								
By Pool Plants	128,560,925	117,103,680	126,342,164	117,407,693	74,454,890	73,428,402	76,051,149	69,739,571
By Producer-Handlers	4,643,591	4,135,441	6,026,466	5,988,395	0	0	0	0
By Other Plants	11,845,245	11,735,598	16,462,709	12,666,414	13,189,965	8,131,354	10,497,638	7,622,996
Total	145,049,761	132,974,719	148,831,339	136,062,502	87,644,855	81,559,756	86,548,787	77,362,567
Producer-Handler Data								
% Class I Use	41.47%	40.53%	48.21%	53.63%	0.00%	0.00%	0.00%	0.00%
% of Total In-Area Route Dispositions	3.20%	3.11%	4.05%	4.40%	0.00%	0.00%	0.00%	0.00%

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

Page 4

### Monthly Statistical Summary

PACIFIC NORTHWEST ARIZONA Mar Apr Apr Apr Mar Apr Mar Mar **RECEIPTS & UTILIZATION** 2021 2022 2022 2021 2022 2022 2021 2021 **Receipts of Milk Total Producer Milk** 632,117,730 665,893,633 610,727,430 627,337,296 445,153,822 406,904,206 351,595,290 357,075,449 **Receipts From Other Sources** 12,697,033 7,594,763 3,988,893 14,253,515 8,718,096 7,354,251 3,388,346 10,910,030 **Opening Inventory** 36,587,785 20,832,100 38,408,552 30,505,787 36,152,020 28,586,376 33,281,535 22,016,137 Total To Be Accounted For 683,223,315 716,734,933 649,951,313 670,843,567 481,334,961 431,124,652 395,786,855 383,080,479 Utilization of Receipts Whole milk 42,248,162 44,005,333 39,061,487 42,233,783 27,474,076 27,413,801 25,612,309 27,002,635 Flavored milk & drinks 11,319,825 11,802,284 8,795,277 8,248,316 7,759,024 6,674,772 6,228,962 5,327,980 2% milk 44,586,631 46,349,830 44,740,496 48,900,353 27,190,760 26,720,231 27,798,343 29,588,390 1% milk 16,469,924 17,050,407 17,418,438 17,142,935 8,863,281 8,941,501 8,878,339 9,347,986 Skim milk 7,299,893 7,622,011 7,562,909 8,157,396 4,647,604 4,095,835 3,848,990 4,161,665 Buttermilk 1,608,756 1,731,060 1,318,757 1,659,381 888,140 608,750 519,741 622,493 Class I dispostions in area 123,533,191 128,560,925 118,897,364 126,342,164 76,822,885 74,454,890 72,886,684 76,051,149 Class I dispositions out of area 7,432,840 8,203,366 9,298,438 10,113,278 34,836,457 28,317,599 40,099,724 33,418,386 Other Class I usage 25,129,551 25,314,491 28,292,968 20,729,894 16,464,058 23,802,345 20,245,391 17,472,939 Utilization by Class Total Class I Use 156,095,582 162,078,782 156,488,770 157,185,336 128,123,400 126,574,834 133,231,799 126,942,474 Total Class II Use 37,158,868 41,208,530 45,460,850 43,371,006 50,167,012 59,968,318 71,334,537 36,373,069 Total Class III Use 310,608,269 170,784,916 323,472,102 172,277,781 118,029,419 57,416,489 11,460,160 11,629,411 Total Class IV Use 185,723,199 292,706,303 175,798,792 175,310,934 277,813,756 175,213,824 214,721,827 207,349,726 Total Accounted For 683,223,315 716,734,933 649,951,313 670,843,567 481,334,961 431,124,652 395,786,855 383,080,479

	ΡΑ		DRTHWE	ST	ARIZONA				
CLASSIFICATION OF	Apr	Mar	Apr	Mar	Apr	Mar	Apr	Mar	
RECEIPTS	2022	2022	2021	2021	2022	2022	2021	2021	
Producer milk									
Class I	133,059,293	144,010,532	137,843,931	139,197,875	112,829,260	112,149,219	113,713,710	113,088,091	
Class II	37,270,608	37,512,018	37,987,199	45,309,112	57,612,545	70,226,203	33,837,596	35,883,356	
Class III	306,014,772	320,929,165	172,275,940	170,040,435	117,115,687	56,574,643	11,460,160	11,629,411	
Class IV	155,773,057	163,441,918	262,620,360	272,789,874	157,596,330	167,954,141	192,583,824	196,474,591	
Other receipts									
Class I	23,036,289	18,068,250	18,644,839	17,987,461	15,294,140	14,425,615	19,518,089	13,854,383	
Class II	3,937,922	7,948,832	5,383,807	4,857,900	1/	1/	2,535,473	1/	
Class III	4,593,497	2,542,937	1/	1/	1/	841,846	0	0	
Class IV	19,537,877	22,281,281	15,195,237	20,660,910	20,886,999	8,952,985	22,138,003	12,150,647	
Avg. daily producer receipts	21,070,591	21,480,440	20,357,581	20,236,687	14,838,461	13,125,942	11,719,843	11,518,563	
Change From Previous Year	3.50%	6.15%	-1.74%	-1.71%	26.61%	13.95%	-20.35%	-22.79%	
Avg. daily Class I use	5,203,186	5,228,348	5,216,292	5,070,495	4,270,780	4,083,059	4,441,060	4,094,919	
Change From Previous Year	-0.25%	3.11%	0.04%	<b>-9.8</b> 1%	-3.83%	-0.29%	19.20%	-3.26%	

1/ Restricted - Included with Class IV.

### **Market Administrator News**

#### CONTINUATION OF REVISION IN SHIPPING PERCENTAGES

**SUMMARY:** Written comments are invited to continue the reduction of the percentage of producer milk that a cooperative association must ship to pool distributing plants in order to qualify its manufacturing plant(s) for pool status specified in section 1124.7(d), from 20 percent to 15 percent, effective July 1, 2022, until further notice. These percentages were originally reduced to 15 percent from July 1, 2019, through June 30, 2020. A request for comments and a continued revision was granted in 2021 and 2022. In response to the original request, DFA requested the Market Administrator review the marketing conditions annually to determine if the conditions that existed when the reduction was granted still exist before continuing the reduction. The original proposed action states that with Class I sales dropping, the handler has "struggled to meet this requirement without changing routes and moving milk around."

Under Section 1124.7(g) of the Order, the applicable shipping percentages may be increased or decreased by the Market Administrator if it is determined that such adjustment is necessary to encourage needed shipments or to prevent uneconomic shipments. The Market Administrator therefore invites the submission of comments, data, or views on this request to continue the shipping percentages at 15 percent effective with the July 2022 delivery period.

DATES: Comments are to be received by the Market Administrator no later than June 24, 2022.

ADDRESS: Comments may be submitted by e-mail to <u>fmmaseattle@fmmaseattle.com</u>, or by fax to 425-487-2775. Comments may also be mailed to: Market Administrator, 1930-220th St. SE, Suite 102, Bothell, WA 98021.

The full letter can be found on our website. 🍸

### Federal Order Statistics for April 2022

Federal Order Name	Producer	Class I	Class I	Class I	Uniform
(Number)	Deliveries	Receipts	Utilization	Price	Price
	- million	pounds -		- per cwt (a	t location) -
Northeast (FO 1)	2,281.0	670.9	<b>29.</b> 4%	\$27.63	\$26.07
Appalachian (FO 5)	459.0	313.8	68.4%	\$27.78	\$27.17
Florida (FO 6)	211.5	177.5	<b>83.9</b> %	\$29.78	\$29.13
Southeast (FO 7)	384.6	242.6	63.1%	\$28.18	\$27.35
Upper Midwest (FO 30)	2,349.6	201.5	8.6%	\$26.18	\$24.55
Central (FO 32)	1,302.2	361.0	27.7%	\$26.38	\$24.65
Mideast (FO 33)	1,548.8	531.4	34.3%	\$26.38	\$24.91
California (FO 51)	2,026.6	393.8	<b>19.</b> 4%	\$26.48	\$25.08
Pacific Northwest (FO 124)	632.1	133.1	21.1%	\$26.28	\$24.79
Southwest (FO 126)	1,189.9	327.4	27.5%	\$27.38	\$25.43
Arizona (FO 131)	445.2	112.8	25.3%	\$26.73	\$25.52
For links to Market A	dministrator's we	bpages, see ww	w.fmmaseattle.co	om/links.htm	•

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