

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 49, No. 10

October 2023

Data for September 2023

MARKET SUMMARIES FOR SEPTEMBER

Pacific Northwest (FO 124)

Producers delivered a total of 584.8 million pounds of milk to the market during September. Daily deliveries averaged 19.5 million pounds, down 3.1 percent from August. An estimated 337 producers delivered milk to the market during the month. Daily deliveries per producer averaged 57,843 pounds, down 22.9 percent from August.

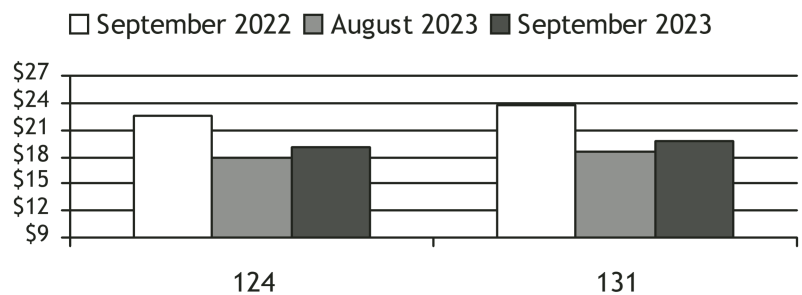
Class I producer milk during September totaled 131.8 million pounds, 22.5 percent of total producer receipts. Daily usage averaged 4.4 million pounds, up 4.1 percent from August. 📉

Arizona (FO 131)

Producers delivered a total of 401.9 million pounds of milk to the market during September. Daily deliveries averaged 13.4 million pounds, up 14.2 percent from August. An estimated 64 producers delivered milk to the market during the month. Daily deliveries per producer averaged 209,312 pounds, up 14.2 percent from August.

Class I producer milk during September totaled 120.1 million pounds, 29.9 percent of total producer receipts. Daily usage averaged 4.0 million pounds, up 7.0 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%)	\$17.97	\$19.03	\$18.62	\$19.71
Uniform Price (at test)	\$20.52	\$22.12	\$19.62	\$20.82
PPD	\$0.78	\$0.64		
Butterfat	\$3.0218	\$3.1264		
Protein	\$2.0851	\$2.3027		n/a
Other Solids	\$0.0648	\$0.0992		
Uniform Skim			\$8.50	\$9.13
Uniform Butterfat		n/a	\$2.9769	\$3.1138
Butterfat	4.139%	4.223%	3.844%	3.869%
Protein	3.290%	3.345%		
Other Solids	5.773%	5.781%		n/a

HIGHLIGHTS THIS ISSUE

- ✓ Federal Order Hearing Recessed

Federal Order Price Summaries

FINAL CLASS PRICES

The September 2023 Final Class Prices were calculated using AMS commodity price surveys from September 2, 9, 16, 23, and 30, 2023. 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 2023	\$18.52	\$18.97	\$19.91	\$17.19	\$18.91	\$3.0218	\$2.0851	\$0.0648	\$0.9599
Sep 2023	\$20.80	\$21.25	\$19.98	\$18.39	\$19.09	\$3.1264	\$2.3027	\$0.0992	\$0.9382
Change	\$2.28	\$2.28	\$0.07	\$1.20	\$0.18	\$0.1046	\$0.2176	\$0.0344	(\$0.0217)

ADVANCED CLASS I PRICE

The November 2023 Advanced Price was calculated using AMS commodity price surveys from October 7 and 14, 2023. 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 2023	\$3.0477	\$8.20	\$8.55	\$9.12	\$19.47	\$21.37	\$21.82	\$9.25	\$1.0278
Nov 2023	\$3.6466	\$4.29	\$8.70	\$7.24	\$19.75	\$21.65	\$22.10	\$9.40	\$1.0444
Change	\$0.5989	(\$3.91)	\$0.15	(\$1.88)	\$0.28	\$0.28	\$0.28	\$0.15	\$0.0166

Commodity Price Summaries

AMS COMMODITY PRICES FOR FINAL CLASS PRICES CALCULATION

	Aug	Sep	Change
Cheese	\$1.8349	\$1.9366	\$0.1017
Butter	\$2.6668	\$2.7532	\$0.0864
Nonfat Dry Milk	\$1.1374	\$1.1155	(\$0.0219)
Whey	\$0.2620	\$0.2954	\$0.0334

AMS COMMODITY PRICES FOR ADVANCED CLASS PRICES CALCULATION

	Oct	Nov	Change
Cheese	\$1.9610	\$1.7549	(\$0.2061)
Butter	\$2.6882	\$3.1827	\$0.4945
Nonfat Dry Milk	\$1.1269	\$1.1439	\$0.0170
Whey	\$0.2914	\$0.3092	\$0.0178

CURRENT COMMODITY PRICES

The AMS survey of cheddar cheese prices showed a decrease in prices received for 40-pound blocks and a decrease for 500-pound barrels. The survey of 40-pound blocks showed a decrease of 19.01 cents between the September 16 and the October 14 surveys, to \$1.8164 per pound. The survey of 500-pound barrels (adjusted to 38% moisture) showed a decrease of 26.95 cents to \$1.6264 per pound.

The AMS butter price showed an increase of 57.85 cents between the weeks ending September 16 and October 14 from \$2.7069 per pound to \$3.2854 per pound. The AMS nonfat dry milk showed a net increase of 2.46 cents since mid-September to \$1.1463 per pound. The average price for AMS whey showed a net increase of 1.45 cents since mid-September to \$0.3131 per pound. 🍌

Monthly Selected Statistics

PRICE & POOL DATA	PACIFIC NORTHWEST				ARIZONA			
	Sep 2023	Aug 2023	Sep 2022	Aug 2022	Sep 2023	Aug 2023	Sep 2022	Aug 2022
Producer Prices								
Producer Price Differential (\$/cwt)	\$0.64	\$0.78	\$2.72	\$2.98	+	+	+	+
Butterfat (\$/pound)	3.1264	3.0218	3.5653	3.4001	+	+	+	+
Protein (\$/pound)	2.3027	2.0851	1.8847	2.1417	+	+	+	+
Other Solids (\$/pound)	0.0992	0.0648	0.2998	0.3146	+	+	+	+
Uniform Skim Price (\$/cwt)	+	+	+	+	9.13	\$8.50	\$11.82	\$12.38
Uniform Butterfat Price (\$/pound)	+	+	+	+	3.1138	2.9769	3.5443	3.4038
Statistical Uniform Price (\$/cwt)*	\$19.03	\$17.97	\$22.54	\$23.08	\$19.71	\$18.62	\$23.81	\$23.86
Producer Data								
Number of Producers	337	268	303	303	64	64	69	67
Avg. Daily Production (pounds)	57,843	75,025	67,197	65,890	209,312	183,303	174,189	156,257
Producer Milk Ratios								
Class I	22.54%	20.99%	22.91%	21.71%	29.88%	31.88%	30.92%	31.20%
Class II	6.45%	6.72%	4.32%	4.87%	14.96%	11.67%	12.00%	9.69%
Class III	39.39%	53.01%	48.74%	49.85%	31.41%	33.37%	32.70%	43.37%
Class IV	31.62%	19.28%	24.03%	23.57%	23.75%	23.08%	24.38%	15.74%
Market Shrinkage								
Pounds	13,370,498	11,293,422	10,995,210	6,203,056	4,235,561	4,373,840	3,054,262	4,393,847
% of Producer Milk	2.29%	1.81%	1.80%	1.00%	1.05%	1.20%	0.85%	1.35%

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

Monthly Supplemental Statistics

SUPPLEMENTAL DATA	PACIFIC NORTHWEST				ARIZONA			
	Aug 2023	Jul 2023	Aug 2022	Jul 2022	Aug 2023	Jul 2023	Aug 2022	Jul 2022
Number of Handlers								
Pool Handlers	20	19	20	18	8	9	8	8
<i>Distributing Plants</i>	13	12	12	11	6	7	6	6
<i>Supply Plants 1/</i>	4	4	4	4	1	1	1	1
<i>Cooperatives</i>	3	3	4	3	1	1	1	1
Producer-Handlers	4	4	4	4	0	0	0	0
Other Plants w/ Class I Use	29	28	29	31	31	30	28	29
Class I Route Disposition In Area								
By Pool Plants	119,239,440	110,819,040	119,393,861	110,196,220	69,291,665	75,301,213	71,889,477	63,435,355
By Producer-Handlers	5,666,605	5,014,573	4,407,043	4,319,744	0	0	0	0
By Other Plants	10,685,705	9,591,585	12,656,393	12,986,414	16,495,048	9,022,084	17,169,530	13,795,429
Total	135,591,750	125,425,198	136,457,297	127,502,378	85,786,713	84,323,297	89,059,007	77,230,784
Producer-Handler Data								
% Class I Use	49.11%	44.56%	40.78%	40.72%	0.00%	0.00%	0.00%	0.00%
% of Total In-Area Route Dispositions	4.18%	4.00%	3.23%	3.39%	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	Aug	Sep	Aug	Sep	Aug	Sep	Aug
	2023	2023	2022	2022	2023	2023	2022	2022
Receipts of Milk								
Total Producer Milk	584,790,277	623,309,425	610,817,000	618,904,113	401,879,012	363,673,142	360,571,709	324,544,968
Receipts From Other Sources	43,674,444	47,711,238	28,681,500	37,264,621	4,064,736	8,536,874	6,407,775	8,090,886
Opening Inventory	38,991,689	45,848,253	43,301,569	39,468,369	30,278,251	19,524,511	16,358,513	20,552,410
Total To Be Accounted For	667,456,410	716,868,916	682,800,069	695,637,103	436,221,999	391,734,527	383,337,997	353,188,264
Utilization of Receipts								
Whole milk	45,573,565	47,550,426	44,636,382	44,131,720	30,213,514	27,304,562	25,772,911	27,834,704
Flavored milk & drinks	10,578,720	6,164,526	11,854,833	7,193,081	7,758,175	5,868,070	5,734,151	5,845,729
2% milk	41,921,556	43,454,948	42,624,475	44,314,944	28,819,647	24,422,819	24,347,219	25,527,986
1% milk	15,523,365	13,890,228	15,872,659	14,726,867	7,366,635	7,819,879	7,958,340	8,495,414
Skim milk	5,729,859	6,424,649	6,990,854	7,341,473	5,763,274	3,340,829	3,440,147	3,666,599
Buttermilk	1,562,169	1,754,663	1,523,720	1,685,776	476,388	535,506	495,474	519,045
Class I dispositions in area	120,889,234	119,239,440	123,502,923	119,393,861	80,397,633	69,291,665	67,748,242	71,889,477
Class I dispositions out of area	14,929,169	15,669,036	10,051,044	9,333,129	37,032,937	26,677,389	25,041,986	25,767,832
Other Class I usage	26,148,351	28,247,107	33,147,778	26,863,681	16,902,878	31,863,768	31,102,493	16,172,371
Utilization by Class								
Total Class I Use	161,966,754	163,155,583	166,701,745	155,590,671	134,333,448	127,832,822	123,892,721	113,829,680
Total Class II Use	61,477,696	69,408,588	42,594,272	46,651,143	61,502,699	43,653,565	44,330,799	33,044,051
Total Class III Use	234,293,347	336,353,278	302,981,556	313,604,882	126,600,772	123,408,932	119,305,025	143,583,512
Total Class IV Use	209,718,613	147,951,467	170,522,496	179,790,407	113,785,080	96,839,208	95,809,452	62,731,021
Total Accounted For	667,456,410	716,868,916	682,800,069	695,637,103	436,221,999	391,734,527	383,337,997	353,188,264

CLASSIFICATION OF RECEIPTS	PACIFIC NORTHWEST				ARIZONA			
	Sep	Aug	Sep	Aug	Sep	Aug	Sep	Aug
	2023	2023	2022	2022	2023	2023	2022	2022
Producer milk								
Class I	131,804,963	130,807,807	139,955,395	134,348,012	120,072,979	115,926,725	111,473,307	101,271,691
Class II	37,734,640	41,895,324	26,385,076	30,137,824	60,106,781	42,442,572	43,269,065	31,438,185
Class III	230,355,553	330,430,353	297,690,981	308,552,893	126,232,771	121,358,480	117,917,487	140,747,283
Class IV	184,895,121	120,175,941	146,785,548	145,865,384	95,466,481	83,945,365	87,911,850	51,087,809
Other receipts								
Class I	30,161,791	32,347,776	26,746,350	21,242,659	14,260,469	11,906,097	12,419,414	12,557,989
Class II	23,743,056	27,513,264	16,209,196	16,513,319	1/	1/	1/	1/
Class III	3,937,794	5,922,925	5,290,575	5,051,989	368,001	1/	1,387,538	2,836,229
Class IV	24,823,492	27,775,526	23,736,948	33,925,023	19,714,517	16,155,288	8,959,336	13,249,078
Avg. daily producer receipts	19,493,009	20,106,756	20,360,567	19,964,649	13,395,967	11,731,392	12,019,057	10,469,193
Change From Previous Year	-4.26%	0.71%	7.67%	5.02%	11.46%	12.06%	-0.57%	-14.43%
Avg. daily Class I use	5,398,892	5,263,083	5,556,725	5,019,054	4,477,782	4,123,639	4,129,757	3,671,925
Change From Previous Year	-2.84%	4.86%	5.67%	-0.82%	8.43%	12.30%	-6.02%	-17.80%

1/ Restricted - Included with Class IV.

USDA News

Federal Order Hearing Recessed

The National Federal Milk Marketing Order Pricing Formula Hearing was recessed on October 11, 2023. The hearing will reconvene on November 27, 2023, at 1 p.m. EST at the 502 Event Center, 502 E Carmel Drive, Carmel, Indiana. If the hearing is not completed by December 1, the hearing will reconvene at the Palomino Ballroom, 481 South County Road 1200 East, Zionsville, Indiana.

With the exception of Monday, November 27, the hearing will be held from 8:00 a.m. EST until 5:00 p.m. EST each weekday. A notice reiterating this information and outlining hearing procedures for the reconvened weeks will be published in the Federal Register as soon as possible.

For more information on the hearing, including how to watch virtually, please view the [AMS website](#). 🐮

Federal Order Statistics for September 2023

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)	2,178.4	654.1	30.0%	\$22.15	\$20.42
Appalachian (FO 5)	444.5	313.7	70.6%	\$22.30	\$21.68
Florida (FO 6)	205.5	167.5	81.5%	\$24.30	\$23.59
Southeast (FO 7)	275.5	214.7	77.9%	\$22.70	\$22.37
Upper Midwest (FO 30)	2,714.7	161.2	5.9%	\$20.70	\$18.60
Central (FO 32)	1,336.7	361.4	27.0%	\$20.90	\$18.98
Mideast (FO 33)	1,530.0	549.5	35.9%	\$20.90	\$19.38
California (FO 51)	2,250.7	386.9	17.2%	\$21.00	\$19.20
Pacific Northwest (FO 124)	584.8	131.8	22.5%	\$20.80	\$19.03
Southwest (FO 126)	1,187.8	318.8	26.8%	\$21.90	\$19.81
Arizona (FO 131)	401.9	120.1	29.9%	\$21.25	\$19.71

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