

Pacific Northwest and Arizona Marketing Areas

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July 2024

Data for June 2024

MARKET SUMMARIES FOR JUNE

Pacific Northwest (FO 124)

Producers delivered a total of 597.6 million pounds of milk to the market during June. Daily deliveries averaged 19.9 million pounds, down 2.1 percent from May. An estimated 250 producers delivered milk to the market during the month. Daily deliveries per producer averaged 79,678 pounds, down 2.1 percent from May.

Class I producer milk during June totaled 111.8 million pounds, 18.7 percent of total producer receipts. Daily usage averaged 3.7 million pounds, down 13.2 percent from May. 📉

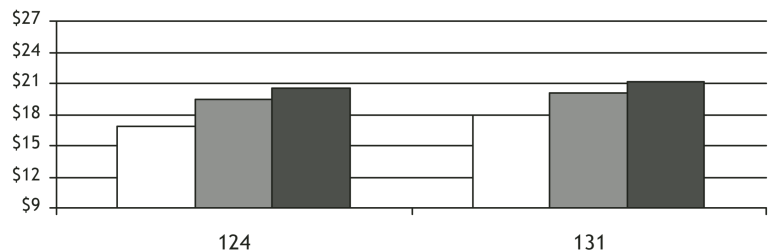
Arizona (FO 131)

Producers delivered a total of 304.5 million pounds of milk to the market during June. Daily deliveries averaged 10.2 million pounds, up 7.7 percent from May. An estimated 53 producers delivered milk to the market during the month. Daily deliveries per producer averaged 191,540 pounds, up 7.7 percent from May.

Class I producer milk during June totaled 86.9 million pounds, 28.5 percent of total producer receipts. Daily usage averaged 2.9 million pounds, down 18.5 percent from May. 📉

UNIFORM PRICE

□ June 2023 ■ May 2024 ■ June 2024



Pool Quick Stats

Producer Prices & Component Levels	FO 124		FO 131	
	May	Jun	May	Jun
Uniform Price (at 3.5%)	\$19.52	\$20.57	\$20.09	\$21.15
Uniform Price (at test)	\$23.02	\$24.07	\$21.75	\$22.84
PPD	\$0.97	\$0.70		
Butterfat	\$3.4636	\$3.5444		
Protein	\$1.7349	\$2.0546		n/a
Other Solids	\$0.2181	\$0.2326		
Uniform Skim			\$8.37	\$9.10
Uniform Butterfat		n/a	\$3.4333	\$3.5337
Butterfat	4.296%	4.259%	3.994%	\$3.990%
Protein	3.403%	3.371%		
Other Solids	5.783%	5.787%		n/a

HIGHLIGHTS THIS ISSUE

- ✓ USDA Issues a Recommended Decision
- ✓ May 2024 State and County Data

Federal Order Price Summaries

FINAL CLASS PRICES

The June 2024 Final Class Prices were calculated using AMS commodity price surveys from June 8, 15, 22, and 29, 2024. 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
May 2024	\$20.36	\$20.81	\$21.50	\$18.55	\$20.50	\$3.4636	\$1.7349	\$0.2181	\$0.9647
Jun 2024	\$21.98	\$22.43	\$21.60	\$19.87	\$21.08	\$3.5444	\$2.0546	\$0.2326	\$0.9991
Change	\$1.62	\$1.62	\$0.10	\$1.32	\$0.58	\$0.0808	\$0.3197	\$0.0145	\$0.0344

ADVANCED CLASS I PRICE

The August 2024 Advanced Price was calculated using AMS commodity price surveys from July 6 and 13, 2024. 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
Jul 2024	\$3.5297	\$7.72	\$8.93	\$9.07	\$21.11	\$23.01	\$23.46	\$9.63	\$1.0700
Aug 2024	\$3.5872	\$7.48	\$9.20	\$9.08	\$21.32	\$23.22	\$23.67	\$9.90	\$1.1000
Change	\$0.0575	(\$0.24)	\$0.27	\$0.01	\$0.21	\$0.21	\$ 0.21	\$0.27	\$0.0300

Commodity Price Summaries

AMS COMMODITY PRICES FOR FINAL CLASS PRICES CALCULATION

	May	Jun	Change
Cheese	\$1.8706	\$1.9962	\$0.1256
Butter	\$3.0316	\$3.0983	\$0.0667
Nonfat Dry Milk	\$1.1422	\$1.1770	\$0.0348
Whey	\$0.4108	\$0.4249	\$0.0141

AMS COMMODITY PRICES FOR ADVANCED CLASS PRICES CALCULATION

	Jul	Aug	Change
Cheese	\$1.9957	\$ 1.9738	(\$0.0219)
Butter	\$3.0862	\$3.1337	\$0.0475
Nonfat Dry Milk	\$1.1705	\$1.2007	\$0.0302
Whey	\$0.4148	\$0.4416	\$0.0268

CURRENT COMMODITY PRICES

The AMS survey of cheddar cheese prices showed an increase in prices received for 40-pound blocks and a net decrease for 500-pound barrels. The survey of 40-pound blocks showed an increase of 4.24 cents between the June 15 and the July 13 surveys, to \$1.9397 per pound. The survey of 500-pound barrels (adjusted to 38% moisture) showed a net decrease of 6.08 cents to \$1.9655 per pound.

The AMS butter price showed a net increase of 1.11 cents between the weeks ending June 15 and July 13 from \$3.1197 per pound to \$3.1308 per pound. The AMS nonfat dry milk showed a net increase of 2.60 cents since mid-June to \$1.2007 per pound. The average price for AMS whey showed a net increase of 2.79 cents since mid-June to \$0.4466 per pound. ▼

Monthly Selected Statistics

PRICE & POOL DATA	PACIFIC NORTHWEST				ARIZONA			
	Jun 2024	May 2024	Jun 2023	May 2023	Jun 2024	May 2024	Jun 2023	May 2023
Producer Prices								
Producer Price Differential (\$/cwt)	\$0.70	\$0.97	\$1.91	\$1.70	+	+	+	+
Butterfat (\$/pound)	3.5444	3.4636	2.7605	2.7572	+	+	+	+
Protein (\$/pound)	2.0546	1.7349	1.5144	1.8002	+	+	+	+
Other Solids (\$/pound)	0.2326	0.2181	0.1266	0.1877	+	+	+	+
Uniform Skim Price (\$/cwt)	+	+	+	+	9.10	\$8.37	\$8.56	\$9.34
Uniform Butterfat Price (\$/pound)	+	+	+	+	3.5337	3.4333	2.7624	2.7538
Statistical Uniform Price (\$/cwt)*	\$20.57	\$19.52	\$16.82	\$17.81	\$21.15	\$20.09	\$17.93	\$18.65
Producer Data								
Number of Producers	250	250	268	359	53	53	66	61
Avg. Daily Production (pounds)	79,678	81,397	74,989	66,163	191,540	177,872	224,832	226,384
Producer Milk Ratios								
Class I	18.70%	21.09%	20.48%	18.58%	28.54%	37.73%	24.34%	25.80%
Class II	4.93%	4.87%	5.18%	5.18%	13.26%	5.85%	15.52%	9.52%
Class III	50.90%	48.93%	53.78%	45.12%	38.34%	38.86%	29.21%	30.07%
Class IV	25.47%	25.11%	20.56%	31.12%	19.86%	17.56%	30.93%	34.61%
Market Shrinkage								
Pounds	12,980,821	11,111,081	9,719,487	12,000,441	3,384,381	3,450,060	3,653,045	3,236,450
% of Producer Milk	2.17%	1.76%	1.61%	1.63%	1.11%	1.18%	0.82%	0.76%

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

Monthly Supplemental Statistics

SUPPLEMENTAL DATA	PACIFIC NORTHWEST				ARIZONA			
	May 2024	Apr 2024	May 2023	Apr 2023	May 2024	Apr 2024	May 2023	Apr 2023
Number of Handlers								
Pool Handlers	19	19	19	18	8	9	8	9
<i>Distributing Plants</i>	12	12	11	12	6	7	6	7
<i>Supply Plants 1/</i>	4	4	5	3	1	1	1	1
<i>Cooperatives</i>	3	3	3	3	1	1	1	1
Producer-Handlers	4	4	4	4	0	0	0	0
Other Plants w/ Class I Use	29	31	30	28	33	29	30	27
Class I Route Disposition In Area								
By Pool Plants	117,400,696	119,025,742	120,838,630	113,025,387	66,979,548	82,975,658	67,529,844	73,043,439
By Producer-Handlers	4,878,477	4,946,343	5,081,128	4,744,525	0	0	0	0
By Other Plants	11,076,707	10,138,749	11,450,352	9,733,060	18,728,268	11,341,581	16,102,014	9,739,456
Total	133,355,880	134,110,834	137,370,110	127,502,972	85,707,816	94,317,239	83,631,858	82,782,895
Producer-Handler Data								
% Class I Use	39.09%	43.02%	43.72%	42.31%	0.00%	0.00%	0.00%	0.00%
% of Total In-Area Route Dispositions	3.66%	3.69%	3.70%	3.72%	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			
	Jun	May	Jun	May	Jun	May	Jun	May
	2024	2024	2023	2023	2024	2024	2023	2023
Receipts of Milk								
Total Producer Milk	597,583,607	630,826,245	602,915,536	736,325,492	304,549,012	292,243,468	445,167,294	428,091,566
Receipts From Other Sources	38,477,841	39,221,854	32,059,553	32,139,757	9,908,757	58,479,459	15,520,997	46,516,506
Opening Inventory	45,999,637	44,611,015	38,280,719	43,082,248	19,884,356	21,214,486	27,384,354	23,327,551
Total To Be Accounted For	682,061,085	714,659,114	673,255,808	811,547,497	334,342,125	371,937,413	488,072,645	497,935,623
Utilization of Receipts								
Whole milk	44,744,735	45,734,725	44,144,249	44,712,830	26,080,096	27,502,761	27,890,514	27,048,713
Flavored milk & drinks	5,591,945	9,575,633	6,167,738	10,240,808	3,560,903	5,460,459	4,405,848	4,331,365
2% milk	37,343,850	39,294,178	40,283,044	41,400,199	21,919,659	23,350,336	25,610,440	24,339,614
1% milk	12,925,927	15,829,924	13,242,155	15,846,475	5,576,181	7,089,359	6,033,082	7,453,862
Skim milk	4,850,841	5,365,616	6,382,124	6,950,960	2,547,424	2,921,551	5,058,091	3,406,316
Buttermilk	862,420	1,600,620	1,680,926	1,687,358	472,965	655,082	487,545	949,974
Class I dispositions in area	106,319,718	117,400,696	111,900,236	120,838,630	60,157,228	66,979,548	69,485,520	67,529,844
Class I dispositions out of area	10,769,376	13,049,550	8,267,108	8,252,560	25,667,792	26,079,956	37,496,814	24,869,390
Other Class I usage	28,848,473	34,683,774	25,484,293	26,727,942	15,237,297	31,246,655	14,109,583	30,035,001
Utilization by Class								
Total Class I Use	145,937,567	165,134,020	145,651,637	155,819,132	101,062,317	124,306,159	121,091,917	122,434,235
Total Class II Use	49,794,472	53,400,486	40,971,924	47,523,022	41,805,580	18,426,446	70,784,582	41,931,097
Total Class III Use	305,197,204	312,666,809	330,359,850	338,989,945	119,573,875	114,869,541	130,836,060	129,649,374
Total Class IV Use	181,131,842	183,457,799	156,272,397	269,215,398	71,900,353	114,335,267	165,360,086	203,920,917
Total Accounted For	682,061,085	714,659,114	673,255,808	811,547,497	334,342,125	371,937,413	488,072,645	497,935,623

CLASSIFICATION OF RECEIPTS	PACIFIC NORTHWEST				ARIZONA			
	Jun	May	Jun	May	Jun	May	Jun	May
	2024	2024	2023	2023	2024	2024	2023	2023
Producer milk								
Class I	111,758,012	133,055,249	123,459,091	136,773,162	86,924,142	110,255,096	108,369,455	110,445,402
Class II	29,450,755	30,691,225	31,217,397	38,112,187	40,392,964	17,100,200	69,104,059	40,759,058
Class III	304,186,235	308,683,086	324,254,278	332,248,223	116,761,250	113,577,020	130,033,361	128,712,644
Class IV	152,188,605	158,396,685	123,984,770	229,191,920	60,470,656	51,311,152	137,660,419	148,174,462
Other receipts								
Class I	34,179,555	32,078,771	22,192,546	19,045,970	14,138,175	14,051,063	12,722,462	11,988,833
Class II	20,343,717	22,709,261	9,754,527	9,410,835	1/	1,326,246	1/	1/
Class III	1,010,969	3,983,723	6,105,572	6,741,722	2,812,625	1,292,521	1/	1/
Class IV	28,943,237	25,061,114	32,287,627	40,023,478	12,842,313	63,024,115	30,182,889	57,855,224
Avg. daily producer receipts	19,919,454	20,349,234	20,097,185	23,752,435	10,151,634	9,427,209	14,838,910	13,809,405
Change From Previous Year	-0.88%	-14.33%	-3.87%	24.52%	-31.59%	-31.73%	6.24%	-3.84%
Avg. daily Class I use	4,864,586	5,326,904	4,855,055	5,026,424	3,368,744	4,009,876	4,036,397	3,949,491
Change From Previous Year	0.20%	5.98%	-4.80%	-3.08%	-16.54%	1.53%	3.73%	3.25%

1/ Restricted - Included with Class IV.

USDA News

USDA ISSUES A RECOMMENDED DECISION

On July 15, 2024, the *Federal Register* published the U.S. Department of Agriculture (USDA) [recommended decision](#) proposing to amend the uniform pricing formulas applicable in all 11 Federal milk marketing orders (FMMOs). Written exceptions and comments to this proposed rule must be submitted on or before September 13, 2024.

Written exceptions should be filed with the Office of the Hearing Clerk, U.S. Department of Agriculture, 1400 Independence Ave. SW, Stop 9203, Room 1031, Washington, DC 20250-9203; Fax: (844) 325-6940 or via the internet at <https://www.regulations.gov>. All comments should reference the docket number and the date and page number of this issue of the Federal Register. Comments will be made available for public inspection in the Office of the Hearing Clerk during regular business hours or can be viewed at <https://www.regulations.gov>. A plain-language summary of this proposed rule is available at <https://www.regulations.gov> in the docket for this rulemaking.

This recommended decision proposes amendments to five categories of milk pricing:

- 1) Milk Composition Factors: Update the factors to 3.3 percent true protein, 6.0 percent other solids, and 9.3 percent nonfat solids.
- 2) Surveyed Commodity Products: Remove 500-pound barrel cheddar cheese prices from the Dairy Product Mandatory Reporting Program survey and rely solely on the 40-pound block cheddar cheese price to determine the monthly average cheese price used in the formulas.
- 3) Class III and Class IV Formula Factors: Update the manufacturing allowances to: Cheese: \$0.2504; Butter: \$0.2257; NFD: \$0.2268; and Dry Whey: \$0.2653. The Recommended Decision also proposes updating the butterfat recovery factor to 91 percent.
- 4) Base Class I Skim Milk Price: Update the formula as follows: the base Class I skim milk price would be the higher-of the advanced Class III or Class IV skim milk prices for the month. In addition, adopt a rolling monthly Class I extended shelf life (ESL) adjustment that would provide for better price equity for ESL products whose marketing characteristics are distinct from other Class I products.
- 5) Class I differentials: Update the Class I differential values to reflect the increased cost of servicing the Class I market. The county-specific Class I differentials are specified in the decision.

In conjunction with this Recommended Decision, the Agricultural Marketing Service (AMS) conducted a Regulatory Economic Impact Analysis to determine the potential impact of amending FMMO pricing formulas on producer revenue and marketwide pool values. AMS used a static analysis incorporating actual data reported from January 2019 to December 2023 to determine the estimated price impacts of the package of amendments included in this Recommended Decision. The full text of the Regulatory Economic Impact Analysis may be accessed at <https://www.regulations.gov> or at this [link](#).

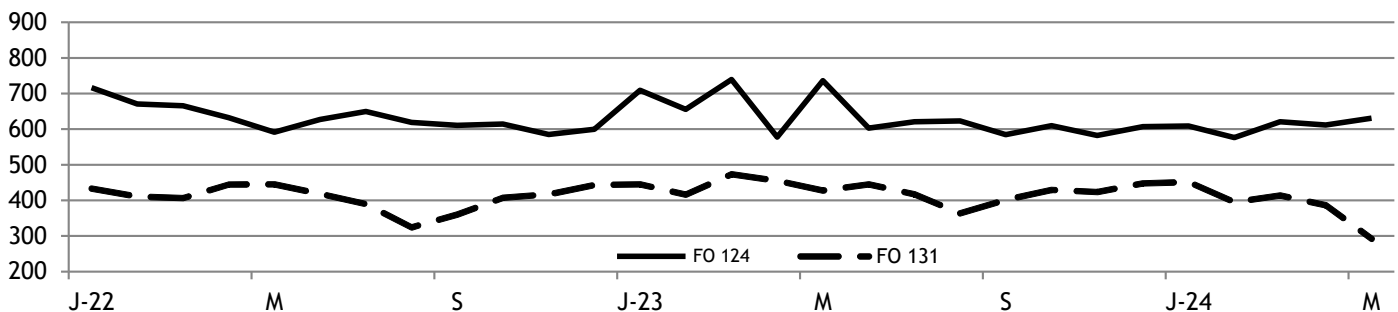
The Docket Number for the proposed rule is: AMS-DA-23-0031 and can be found on the Federal Register [website](#). 🐮

Number of Producers and Pounds of Milk: May 2024

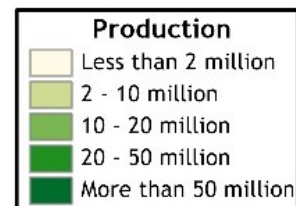
State	County 1/	Producers	Milk	State	County 1/	Producers	Milk
ARIZONA ORDER				PACIFIC NORTHWEST ORDER (CONTINUED)			
<i>Arizona</i>				<i>Washington</i>			
	Maricopa	24	110,885,556		Adams	4	12,558,716
	Pinal	14	90,512,452		Benton	3	13,306,977
	Restricted 2/	9	78,262,820		Franklin	10	62,407,690
	Total Arizona	47	279,660,828		Grant	18	70,616,963
<i>California</i>					Grays Harbor	4	1,791,721
	Restricted 3/	6	12,582,640		King	10	9,505,964
Total Arizona Order		53	292,243,468		Lewis	14	4,927,048
PACIFIC NORTHWEST ORDER					Pacific	5	1,164,993
<i>Idaho</i>					Skagit	4	2,372,816
	Restricted	4/	4/		Snohomish	6	6,889,101
<i>Oregon</i>					Spokane	3	929,488
	Clatsop	3	1,850,489		Stevens	4	689,391
	Linn	4	4,477,681		Thurston	3	9,614,600
	Marion	13	17,260,534		Whatcom	3	828,570
	Morrow	6	91,413,269		Yakima	50	236,519,433
	Polk	3	4,057,507		Restricted 6/	5	4,569,304
	Tillamook	59	48,408,594		Total Washington	146	438,692,775
	Restricted 5/	16	24,665,396	Total Pacific Northwest Order		250	630,826,245
Total Oregon		104	192,133,470	Total for Both Orders		303	923,069,713

- 1/ Restricted Counties Identified in Footnotes 2-6.
- 2/ Cochise, La Paz, & Yuma, AZ. Bailey and Parmer, TX.
- 3/ Imperial, Riverside & San Bernardino, CA.
- 4/ Idaho included with Washington's restricted counties.
- 5/ Benton, Clackamas, Deschutes, Jackson, Jefferson, Josephine, Klamath, Lane, Umatilla, Washington & Yamhill, OR.
- 6/ Clallam, Clark, Klickitat & Wahkiakim, WA and Latah, ID.

**Pacific Northwest (FO 124) and Arizona (FO 131) Producer Milk Pooled
January 2022 - May 2024 (million pounds)**



Number of Producers and Pounds of Milk: May 2024



Federal Order Statistics for June 2024

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)	2,186.5	578.3	26.4%	\$23.33	\$21.83
Appalachian (FO 5)	425.8	268.8	63.1%	\$23.48	\$22.84
Florida (FO 6)	185.6	148.2	79.8%	\$25.48	\$24.72
Southeast (FO 7)	306.7	184.3	60.1%	\$23.88	\$23.23
Upper Midwest (FO 30)	2,570.4	140.7	5.5%	\$21.88	\$20.05
Central (FO 32)	1,248.9	310.3	24.9%	\$22.08	\$20.36
Mideast (FO 33)	1,457.7	517.2	35.5%	\$22.08	\$20.83
California (FO 51)	1,978.6	347.6	17.6%	\$22.18	\$20.66
Pacific Northwest (FO 124)	597.6	111.8	18.7%	\$21.98	\$20.57
Southwest (FO 126)	1,010.3	274.8	27.2%	\$23.08	\$21.20
Arizona (FO 131)	304.5	86.9	28.5%	\$22.43	\$21.15

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

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