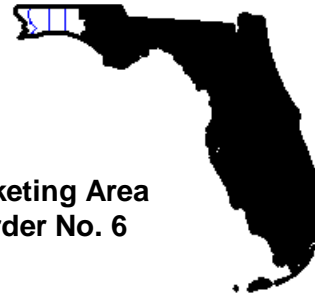


FLORIDA Fluid Milk Report

Sue L. Mosley
Market Administrator

Florida Marketing Area
Federal Order No. 6



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JANUARY 2001

Volume 2—No. 1

Producers Approve Class III and IV Amendments

The U.S. Department of Agriculture announced that producers approved amending the Class III and Class IV pricing formulas to capture the divergent values of butterfat used to manufacture cheese and butterfat used to manufacture butter. Eight Federal milk markets conducted polling of cooperative associations to seek producer approval of the Tentative Final Decision in early December, while three markets (Northeast, Mideast, and Upper Midwest) utilized producer referenda.

These changes became effective on January 1, 2001 under an interim final rule. Those interested may file comments with USDA until February 5, 2001. Please see December 2000's Fluid Milk Report, www.ams.usda.gov/dairy/hearing-III_IV.htm or call the Market Administrator (770-448-1194) for more information.

Payments For Dairy Producers Announced

The Dairy Market Loss Assistance Payments (DMLA-III) became effective during the last week of December. Those producers who received payment under DMLA-II will be the first to receive payments. Farm Service Agency county offices will distribute compensation at the rate of \$.6468 per hundredweight. The first 39,000 hundredweight is eligible under this third iteration, up from the DMLA-II limitation of 26,000 cwt.

For those new dairy operations and for producers who were paid on less than 12-months production under previous DMLA programs, a signup period will be held in early 2001, with exact dates to be announced. Operations paid on less than 12-months production will have the opportunity to change their production base to the period October 1, 1999 to September 30, 2000 and receive compensation adjusted accordingly.

Product Support Prices Unchanged

The prices at which the government will buy cheese, butter and nonfat dry milk will remain unchanged as reported by the USDA in late December. The Agriculture, Rural Development, Food and Drug Administration and Related Agencies Appropriations Act, 2001, extends the price support program for milk for one year at \$9.90 cwt. at 3.67 percent annual average butterfat content. The program is currently scheduled to terminate at the end of calendar year 2001.

For now, the Commodity Credit Corporation will purchase cheddar cheese blocks at \$1.1220 per pound, barrel cheese at \$1.0920 per pound, butter at \$0.6680 per pound and nonfat dry milk at \$1.0100 per pound. Changes to these purchase prices are possible given the new FMMO Class III and Class IV pricing formulas.

2000 Prices End On High Note

December's uniform price in Tampa is the strongest of the year at \$16.10 per hundredweight. Class I utilization was slightly lower than the previous month (86.45 %) but the soaring butter prices of late November and early December stayed around long enough to boost the uniform butterfat price to \$1.4959 per pound, nearly nine cents over the previous high of 2000 seen in November (\$1.4117).

Class III and IV butterfat prices, new as of January 1, should experience a decline as butter prices during December and early January have dropped off substantially and cheese prices remain flat. On two successive Chicago Mercantile Exchange (CME) trading days, December 6th and 8th, the cash butter price fell a combined \$0.50 cwt. but has since stabilized. Stability also describes the cheese markets during the month, with both 40 pound blocks and 500 pound barrels varying little from their respective December cash price averages of \$1.11 and \$1.12 per pound. These are much closer to support prices, due in part to the continued CCC purchases of block, barrel and processed cheese in December which totaled 3,474,023 pounds. For the year 2000, CCC bought 16,732,966 pounds of cheese, 558,074,132 pounds of nonfat dry milk and no butter. Nonfat dry milk purchases were up 135.6 % over 1999, a year when no butter or cheese was purchased by the government.

National Dairy Situation

Estimates by the National Agricultural Statistics Service show November's milk production at 13,339 million pounds, an increase of 1.5 percent from a year ago, but down 3.1 percent from the previous month. The number of total milk cows in the U.S. has remained relatively constant between October and November, but has increased 89,000 head when comparing November 2000 with November 1999. Milk per cow numbers were down in November by 47 pounds from the 1,487 pound average of October. Yet if the trend holds for December, average monthly milk per cow figures should outpace last year by at least 40 pounds. Total cheese output for November was 1.1 percent lower than November 1999, and 1.5 percent less than October 2000, yet cumulative cheese production was up 4.8 percent over 1999. Butter production declined 0.3 percent when compared with October, but the 106 million pounds made in November represents a 2.2 percent increase over the previous year.

Feed input costs were essentially unchanged in November, as measured by the milk-feed price ratio, from a revised 3.03 November ratio, to December's 3.04 ratio. December's milk output prices, as measured by the all-milk price rose \$0.30 over November and \$0.70 over December 1999 to \$12.90.

Adapted from Dairy Market News, Vol. 67, No. 49-Vol. 68, No. 1.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - DECEMBER 2000

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	56.07%	5,234,752	\$1.3283	\$ 6,953,321.09
Class I Differential at Location				213,637.08
Class II Butterfat	27.20%	2,539,122	\$1.6604	4,215,958.17
Class III Butterfat	3.66%	341,820	\$1.6534	565,165.19
Class IV Butterfat	13.07%	1,220,223	\$1.6534	2,017,516.71
Total Butterfat	100.00%	9,335,917		\$ 13,965,598.24

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$1.4959**

Calculation of Uniform Skim Milk Price:

Producer Milk	<u>Utilization</u>	<u>Pounds</u>	<u>Price per unit</u>	<u>Value</u>
Class I Skim Milk	87.61%	213,543,710	\$7.75 /cwt.	\$ 16,549,637.54
Class I Butterfat	56.07%	5,234,752	\$1.3283 /lb.	6,953,321.09
Class I Differential at Location		218,778,462		8,934,820.41
Total Class I Milk	86.45%	218,778,462		\$ 32,437,779.04
Class II Skim Milk	6.27%	15,286,200	\$8.45 /cwt.	\$ 1,291,683.92
Class II Butterfat	27.20%	2,539,122	\$1.6604 /lb.	4,215,958.17
Total Class II Milk	7.04%	17,825,322		\$ 5,507,642.09
Class III Skim Milk	2.54%	6,182,873	\$3.71 /cwt.	\$ 229,384.58
Class III Butterfat	3.66%	341,820	\$1.6534 /lb.	565,165.19
Total Class III Milk	2.58%	6,524,693		\$ 794,549.77
Class IV Skim Milk	3.58%	8,727,229	\$7.75 /cwt.	\$ 676,360.25
Class IV Butterfat	13.07%	1,220,223	\$1.6534 /lb.	2,017,516.71
Total Class IV Milk	3.93%	9,947,452		\$ 2,693,876.96
Producer Milk	100.00%	253,075,929		\$ 41,433,847.86

Adjustments

Overage and Other Source	\$ 62,033.60
Inventory Adjustments	766.00
Producer butterfat at uniform butterfat price	(13,965,598.24)
Location Adjustments to Producers	(78,144.46)
1/2 Unobligated Balance in P.S.F.	100,830.13

Adjusted Pool Value

	\$ 11.30456	\$ 27,553,734.89
Reserve for Producer Settlement Fund	\$ 0.04456	108,610.55

Uniform Skim Milk Price per cwt. (Hillsborough County, Florida):

\$11.26

Uniform Price per cwt. (Hillsborough County, Florida)

\$16.10*

* At 3.5% butterfat test; for information purposes.

OTHER FEDERAL ORDERS: CLASS I AND UNIFORM PRICES (At 3.5% Butterfat)

MARKET NAME (Priced at)	CLASS I		UNIFORM		CLASS I %
	DEC 2000	JAN 2001	NOVEMBER	DECEMBER	DECEMBER
Appalachian (Charlotte)	\$ 15.23	\$ 17.09	\$ 14.76	\$ 14.83	66.34%
Arizona-Las Vegas (Phoenix)	\$ 14.48	\$ 16.34	\$ 11.84	\$ 12.40	32.28%
Central (Kansas City)	\$ 14.13	\$ 15.99	\$ 10.85	\$ 11.38	30.55%
Florida (Tampa)	\$ 16.13	\$ 17.99	\$ 15.90	\$ 16.10	86.45%
Mid-East (Cleveland)	\$ 14.13	\$ 15.99	\$ 11.91	\$ 12.16	46.40%
Northeast (Boston)	\$ 15.38	\$ 17.24	\$ 13.36	\$ 13.72	47.90%
Pacific Northwest (Seattle)	\$ 14.03	\$ 15.89	\$ 11.80	\$ 12.27	33.29%
Southeast (Atlanta)	\$ 15.23	\$ 17.09	\$ 14.14	\$ 14.51	66.33%
Southwest (Dallas)	\$ 15.13	\$ 16.99	\$ 12.59	\$ 12.91	50.59%
Upper Midwest (Chicago)	\$ 13.93	\$ 15.79	\$ 10.00	\$ 10.60	20.40%
Western (Salt Lake City)	\$ 14.03	\$ 15.89	\$ 10.68	\$ 11.20	27.42%

**FLORIDA MILK MARKETING AREA – FEDERAL ORDER 6
STATISTICAL SUMMARY FOR DECEMBER 2000**

Receipts:

Producer Milk

Class I	218,778,462
Class II	17,825,322
Class III	6,524,693
Class IV	<u>9,947,452</u>
Total Producer Milk	253,075,929
Average Butterfat Test	3.688979%
Percent of Producer Milk in Class I	86.45%
Daily Average Receipts	8,163,740

Other Source Milk

Class I	6,806,046
Class II	12,012,387
Class III	38,136
Class IV	<u>3,440,940</u>
Total Other Source Milk	22,297,509

Overage

Class I	2,466
Class II	18,793
Class III	144,547
Class IV	<u>33,214</u>
Total Overage	199,020

Opening Inventory

Class I	12,534,591
Class II	272,862
Class III	296,428
Class IV	<u>6,651,631</u>
Total Opening Inventory	19,755,512
Total Receipts	<u>295,327,970</u>

Utilization:

Class I Utilization

Inventory of Packaged FMP	11,259,430
Route Disposition Class I	225,060,175
Shrinkage	1,037,779
Transfers and Diversions to Nonpool	<u>764,181</u>
Total Class I Utilization	238,121,565
Average Butterfat Test	2.397298%
Daily Average Utilization	7,681,341

Class II Utilization

Nonfluid Used To Produce	7,578,744
Shrinkage	0
Transfers and Diversions to Nonpool	4,494,994
Used To Produce/Other Uses	<u>18,055,626</u>
Total Class II Utilization	30,129,364
Average Butterfat Test	9.344631%

Class III Utilization

Shrinkage	3,910,214
Transfers and Diversions to Nonpool	1,584,132
Used To Produce/Other Uses	<u>1,509,458</u>
Total Class III Utilization	7,003,804
Average Butterfat Test	5.209426%

Class IV Utilization

Inventory	9,009,747
Nonfluid Used To Fortify	2,512,724
Shrinkage	0
Transfers and Diversions to Nonpool	<u>8,550,766</u>
Total Class IV Utilization	20,073,237
Average Butterfat Test	8.454476%
Total Utilization	<u>295,327,970</u>

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in December 2000 is \$16.10 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$11.26 per hundredweight plus 3.5 times the uniform butterfat price of \$1.4959 per pound. Payment to producers may be adjusted by location differentials, if applicable, and by properly authorized deductions.

Uniform prices are the result of marketwide pooling; all producer milk was classified and priced according to the milk's use. In December, Class I use accounted for 87.61% of all producer skim milk (priced to handlers at \$7.75 per hundredweight, plus the Class I differential and 56.07% of producer butterfat (priced to handlers at \$1.3283 per pound plus Class I differential). Class II use accounted for 6.27% of all producer skim milk (\$8.45 per hundredweight) and 27.20% of producer butterfat (\$1.6604 per pound). Class III use accounted for 2.54% of all producer skim milk (\$3.71 per hundredweight) and 3.66% of producer butterfat (\$1.6534 per pound). Class IV use accounted for 3.58% of all producer skim milk (\$7.75 per hundredweight) and 13.07% of producer butterfat (\$1.6534 per pound).

Receipts of producer milk during December 2000 totaled 253.1 million pounds, 4.9 million pounds more than was pooled on the former Federal Orders 6, 12, and 13 in December of last year. Florida producers supplied 180.4 million pounds of milk in November 2000 to pool plants or 71.3% of the total producer milk pooled in Florida. In November 1999 Florida producers supplied 75.75% of the total producer milk pooled in the three former Florida markets.

There were 12 regulated pool distributing plants and 2 cooperative associations submitting reports of receipts and utilization that were included in the computation of the uniform prices for December 2000. In-area Class I route disposition totaled 236.6 million pounds in November 2000, 15.8 million pounds greater than that of the three former Florida markets last year. This was up 5.4% after adjusting for calendar composition.

Packaged Class I Route Sales in Marketing Area

Product Description	Florida
	November 2000
Whole Milk	101,492,390
Fat Free Milk	38,774,934
Lowfat Milk (incl. 1%)	24,770,289
Reduced Fat Milk (incl. 2%)	53,988,958
Cultured Fluid Milk (incl. Buttermilk)	1,756,654
Flavored Drinks and Milk	15,878,094
Total Disposition in Marketing Area	236,661,319
Total Disposition by Pool Plants	216,819,445
Total Disposition by Nonpool Plants	19,841,874
Total Disposition in Marketing Area	236,661,319

2000 Mailbox Prices For Selected Federal Milk Orders and California 2/

Federal Milk Order 1/	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug
Northeast 3/	\$12.08	\$11.96	\$12.13	\$11.85	\$12.24	\$12.56	\$12.72	\$12.71
Mideast	\$12.14	\$12.03	\$11.93	\$12.03	\$12.24	\$12.25	\$12.36	\$12.25
Appalachian	\$13.10	\$12.87	\$12.93	\$12.98	\$13.26	\$13.59	\$13.99	\$14.10
Southeast	\$12.55 *	\$12.34 *	\$12.27 *	\$12.25 *	\$12.52	\$12.80	\$13.23	\$13.21
Florida	\$14.88	\$14.91	\$14.77	\$14.95	\$15.25	\$15.66	\$16.10	\$16.25
Upper Midwest	\$11.42	\$11.04	\$11.04	\$11.12	\$11.10	\$11.35	\$11.97	\$11.76
Central	\$11.50	\$11.20	\$11.13	\$11.06	\$11.02	\$11.16	\$11.75	\$11.56
Southwest	\$12.06	\$11.77	\$11.66	\$11.49	\$11.73	\$11.59	\$12.01	\$12.03
Western	\$10.67	\$10.69	\$10.35	\$10.08	\$10.13	\$10.13	\$10.80	\$10.70
Pacific Northwest	\$11.26	\$11.20	\$11.30	\$11.37	\$11.68	\$11.83	\$11.92	\$11.85
All-Market Average 4/	\$11.92 *	\$11.70 *	\$11.72 *	\$11.66 *	\$11.84	\$12.01	\$12.39	\$12.31
California 5/	N/A	\$10.72	\$10.80	\$11.03	\$11.20	\$11.62	\$11.85	\$11.93

* Revised November 3, 2000 Volume 67, Report 44

1/ Federal Milk Orders for which information could be released.

2/ Net pay price received by dairy farmers marketing their milk to handlers regulated under the Federal milk orders and California. Includes all payments received for milk sold and all cost associated with marketing the milk. Price is weighted average for the market and is reported at the market average butterfat test.

3/ Includes the value of Northeast Dairy Compact over-order payments received by qualified producers.

4/ Weighted average of the information for the selected orders combined.

5/ Calculated by California Dept. of Food & Agriculture. Published in "California Dairy Information Bulletin."

Source: Dairy Market News.

FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

MONTH & YEAR	CLASS I*		CLASS II		CLASS III		CLASS IV		UNIFORM*	
	Skim/cwt.	Butterfat/lb.	Skim/cwt.	Butterfat/lb.	Skim/cwt.	Butterfat/lb.	Skim/cwt.	Butterfat/lb.	Skim/cwt.	Butterfat/lb.
Jan. 2000	\$11.72	\$1.0254	\$8.42	\$0.9436	\$7.02	\$0.9366	\$7.72	\$0.9366	\$11.32	\$0.9855
February	\$11.72	\$0.9702	\$8.42	\$0.9658	\$6.41	\$0.9588	\$7.71	\$0.9588	\$11.41	\$0.9673
March	\$11.71	\$1.0113	\$8.41	\$1.0261	\$6.19	\$1.0191	\$7.70	\$1.0191	\$11.30	\$1.0175
April	\$11.70	\$1.0389	\$8.40	\$1.1422	\$5.63	\$1.1352	\$7.68	\$1.1352	\$11.13	\$1.0897
May	\$11.70	\$1.1959	\$8.40	\$1.2924	\$5.05	\$1.2854	\$7.68	\$1.2854	\$11.18	\$1.2408
June	\$11.70	\$1.2595	\$8.40	\$1.4198	\$4.68	\$1.4128	\$7.70	\$1.4128	\$11.32	\$1.3282
July	\$11.71	\$1.4755	\$8.41	\$1.2761	\$6.44	\$1.2691	\$7.70	\$1.2691	\$11.31	\$1.3901
August	\$11.70	\$1.3313	\$8.40	\$1.2729	\$5.91	\$1.2659	\$7.71	\$1.2659	\$11.51	\$1.3058
September	\$11.70	\$1.2991	\$8.40	\$1.2777	\$6.54	\$1.2707	\$7.76	\$1.2707	\$11.48	\$1.2893
October	\$11.76	\$1.2966	\$8.46	\$1.2514	\$5.87	\$1.2444	\$7.73	\$1.2444	\$11.41	\$1.2758
November	\$11.74	\$1.2835	\$8.44	\$1.5815	\$3.17	\$1.5745	\$7.76	\$1.5745	\$11.36	\$1.4117
December	\$11.75	\$1.3683	\$8.45	\$1.6604	\$3.71	\$1.6534	\$7.75	\$1.6534	\$11.26	\$1.4959
Jan. 2001	\$11.88	\$1.8644	\$8.58							

MONTH & YEAR	CLASS I*	CLASS II	CLASS III	CLASS IV	UNIFORM*
	Per hundredweight at 3.5% butterfat test.				
Jan. 2000	\$14.90	\$11.43	\$10.05	\$10.73	\$14.37
February	\$14.71	\$11.51	\$9.54	\$10.80	\$14.40
March	\$14.84	\$11.71	\$9.54	\$11.00	\$14.47
April	\$14.93	\$12.10	\$9.41	\$11.38	\$14.55
May	\$15.48	\$12.63	\$9.37	\$11.91	\$15.13
June	\$15.70	\$13.08	\$9.46	\$12.38	\$15.57
July	\$16.46	\$12.58	\$10.66	\$11.87	\$15.78
August	\$15.95	\$12.56	\$10.13	\$11.87	\$15.68
September	\$15.84	\$12.58	\$10.76	\$11.94	\$15.59
October	\$15.89	\$12.54	\$10.02	\$11.81	\$15.48
November	\$15.82	\$13.68	\$8.57	\$13.00	\$15.90
December	\$16.13	\$13.97	\$9.37	\$13.27	\$16.10
Jan. 2001	\$17.99				

* Class I and uniform prices are at Hillsborough County (Tampa), Florida.

FEDERAL ORDER 6 - FLORIDA: POOLED RECEIPTS AND UTILIZATION OF PRODUCER MILK

MONTH AND YEAR	PRODUCER MILK 1,000 LBS.	NUMBER OF FARMS	CLASS I		CLASS II		CLASS III		CLASS IV	
			1,000	% IN	1,000	% IN	1,000	% IN	1,000	% IN
			POUNDS	CLASS	POUNDS	CLASS	POUNDS	CLASS	POUNDS	CLASS
Jan. 2000	255,525	275	224,785	87.97%	15,200	5.95%	7,712	3.02%	7,829	3.06%
February	243,677	250	220,592	90.53%	15,069	6.18%	5,204	2.14%	2,811	1.15%
March	270,661	244	236,388	87.34%	19,765	7.30%	5,144	1.90%	9,364	3.46%
April	258,886	250	211,666	81.75%	19,073	7.37%	6,153	2.38%	21,994	8.50%
May	254,692	245	214,790	84.34%	19,991	7.85%	5,968	2.34%	13,943	5.47%
June	228,335	245	202,603	88.74%	18,208	7.97%	4,434	1.94%	3,089	1.35%
July	225,202	310	199,325	88.51%	17,091	7.59%	5,293	2.35%	3,494	1.55%
August	220,189	318	202,356	91.91%	12,493	5.67%	3,788	1.72%	1,550	0.70%
September	203,778	309	186,789	91.66%	12,219	6.00%	3,448	1.69%	1,322	0.65%
October	221,324	311	198,743	89.79%	12,564	5.68%	5,772	2.61%	4,243	1.92%
November	231,820	306	208,965	90.14%	14,095	6.08%	4,249	1.83%	4,512	1.95%
December	253,076	300**	218,778	86.45%	17,825	7.04%	6,525	2.58%	9,947	3.93%

** Estimated

Florida Marketing Area - Federal Order 6
Pool and Payment Dates for the Pooling Periods January 2000 through March 2000

Pool Month	Pool & Uniform Price Release Date	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	1st Advance Pay Due		2nd Advance Pay Due		Final Pay Due	
		All Funds	P/S	Coop	Non-member	Coop	Non-member	Coop	Non-member
January	2/11/01	2/12/01	2/13/01	1/19/01	1/22/01	2/5/01	2/5/01	2/13/01	2/14/01
February	3/11/01	3/12/01	3/13/01	2/20/01	2/20/01	3/5/01	3/5/01	3/13/01	3/14/01
March	4/11/01	4/12/01	4/13/01	3/19/01	3/20/01	4/4/01	4/5/01	4/13/01	4/16/01

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To file a complaint, write USDA, Director, Office of Civil Rights; Room 326W, Jamie L. Whitten Building; 14th and Independence; Washington, D.C. 20250-9410, or call (202) 720-5964 (voice and TDD). USDA is an equal opportunity provider and employer.

FEDERAL MILK MARKET ADMINISTRATOR
 U.S. DEPARTMENT OF AGRICULTURE
 P.O. BOX 1208
 NORCROSS, GEORGIA 30091-1208

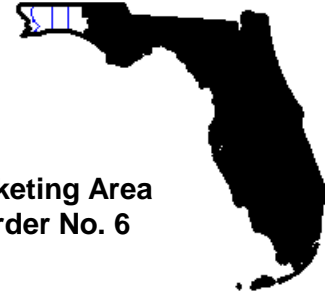
Address Correction Requested



FLORIDA Fluid Milk Report

Sue L. Mosley
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

February 2001

Volume 2—No. 2

Injunction Halts Separate Butterfat Prices

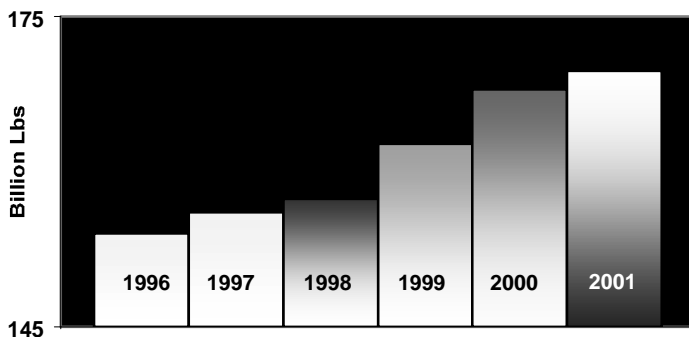
In a decision issued January 31, 2000, U.S. District Court Judge Royce C. Lamberth blocked the implementation of a separate Class III butterfat pricing formula. The ruling upholds some portions of the interim final amendments to Federal milk orders that became effective Jan. 1, 2001.

The aspects that will continue to operate as implemented Jan. 1 are the make allowance changes in the butter, cheese, nonfat dry milk and dry whey pricing formulas. In addition, the adjustment from 39% to 38% moisture content of 500-pound barrels of cheddar cheese will remain. Reverting back to pre-tentative final decision status are both the single butterfat price for Class III and Class IV and the butterfat adjustor in the protein price formula. While Select Milk Producers of Texas and New Mexico sought the injunction, the separate Class III and IV butterfat provision seems to have little support in the producer or processor communities. The official comment period on the tentative final decision ended on Feb. 5.

National Production Growth Slows

While the National Agricultural Statistics Service estimates 2000 production to have grown 3.2% over 1999, much of the production gains were realized during the first eight months of the year. Growth during the first three quarters of the year averaged 3.9%, but as milk-per-cow figures

2001 US Milk Production Forecast



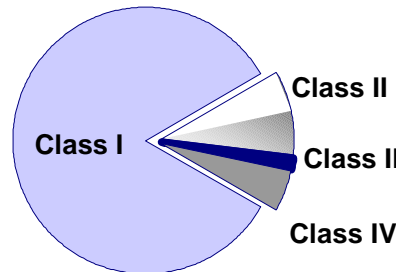
declined, production growth in the last quarter retreated to 1.2%. In fact December's production was even less than December of 1999. But these figures must be put into the context of huge rates of milk production increases seen in 1999, and a 9.1% increase in production since 1996. Looking forward for this year's expected production figures, the Economic Research Service projects a more modest growth rate of 1.0%. If consumption, which has been lagging behind production for a few years, can grow faster than one percent, some headway could be made with regard to price improvements.

Blend's Improvement Continues Into '01

The blend price increased by over sixty cents, and increased for the third straight month. At \$16.75 per hundred-weight, January's uniform price in Hillsborough Co., FL is the highest since order reform. Class I utilization rose to just under ninety percent, up three percent from December.

While the continued strength in blend price is welcomed news, many were expecting a much greater increase in January as a result of an announced Class I price of \$17.99. Why does a \$1.86 boost in the Class I price translate into only a \$0.65 gain in uniform price? Two factors explain the majority of this divergence: First, class prices are weighted by utilization, so only a portion of class price changes will be

Contribution to January's
\$16.75 Blend Price



filtered through to uniform prices changes. The chart to the left illustrates the share of the blend price resulting from Class I, II, III and IV.

Second, two commodity price surveys are used to calculate the blend, an advanced survey and a monthly survey. January's Class I price was released on December 22, based on a commodity survey that captured unusually higher butter prices. The monthly survey, which took place during January and is used in calculating Class III and IV prices, found butter prices at normal levels. Thus, high Class I prices were diluted by the normal pooling process as well as tempered by lower III and IV prices from the later commodity surveys.

A corollary to both issues is that butterfat priced at the Class I value makes up only a portion of total butterfat use. (53.39% in January, see page 2) Since nearly half of all butterfat was priced in lower valued Classes II, III, and IV, our expectations of large blend gains were further averaged away.

National Dairy Situation

NASS estimates total cheese output for December was down 2.2 percent compared to the previous year's month, but up 2.6 percent versus November. Cumulative cheese production for all varieties (except cottage cheese) was up 4.0 percent for the entire year 2000 when compared with 1999. Butter production declined 3.3 percent when compared with December 1999, but the 116 million pounds made in December represents a 9.3 percent increase over November. For the year, an estimated 1.30 billion pounds of butter were made, outpacing 1999 by 2.3 percent.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - JANUARY 2001

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	53.39%	5,057,992	\$1.8244	\$ 9,227,800.59
Class I Differential at Location				206,202.06
Class II Butterfat	27.33%	2,588,915	\$1.2966	3,356,787.17
Class III Butterfat	3.25%	308,090	\$1.2896	397,312.86
Class IV Butterfat	16.03%	1,518,931	\$1.2896	1,958,813.41
Total Butterfat	100.00%	9,473,928		\$ 15,146,916.09

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$1.5988**

Calculation of Uniform Skim Milk Price:

Producer Milk	<u>Utilization</u>	<u>Pounds</u>	<u>Price per unit</u>	<u>Value</u>
Class I Skim Milk	91.31%	227,847,482	\$7.88 /cwt.	\$ 17,954,381.58
Class I Butterfat	53.39%	5,057,992	\$1.8244 /lb.	9,227,800.59
Class I Differential at Location		232,905,474		9,513,863.75
Total Class I Milk	89.91%	232,905,474		\$ 36,696,045.92
Class II Skim Milk	5.62%	14,029,852	\$8.58 /cwt.	\$ 1,203,761.29
Class II Butterfat	27.33%	2,588,915	\$1.2966 /lb.	3,356,787.17
Total Class II Milk	6.42%	16,618,767		\$ 4,560,548.46
Class III Skim Milk	2.10%	5,253,051	\$5.68 /cwt.	\$ 298,373.29
Class III Butterfat	3.25%	308,090	\$1.2896 /lb.	397,312.86
Total Class III Milk	2.15%	5,561,141		\$ 695,686.15
Class IV Skim Milk	0.97%	2,428,176	\$7.89 /cwt.	\$ 191,583.08
Class IV Butterfat	16.03%	1,518,931	\$1.2896 /lb.	1,958,813.41
Total Class IV Milk	1.52%	3,947,107		\$ 2,150,396.49
Producer Milk	100.00%	259,032,489		\$ 44,102,677.02

Adjustments

Overage and Other Source	\$ 67,826.52
Inventory Adjustments	(15,113.08)
Producer butterfat at uniform butterfat price	(15,146,916.09)
Location Adjustments to Producers	(166,667.15)
1/2 Unobligated Balance in P.S.F.	108,320.15

Adjusted Pool Value

	\$ 11.60053	\$ 28,950,127.37
Reserve for Producer Settlement Fund	\$ 0.04053	101,157.71

Uniform Skim Milk Price per cwt. (Hillsborough County, Florida):

\$11.56

Uniform Price per cwt. (Hillsborough County, Florida)

\$16.75*

* At 3.5% butterfat test; for information purposes.

OTHER FEDERAL ORDERS: CLASS I AND UNIFORM PRICES (At 3.5% Butterfat)

MARKET NAME (Priced at)	CLASS I		UNIFORM		CLASS I %
	JAN 2001	FEB 2001	DEC 2000	JAN 2001	JAN 2001
Appalachian (Charlotte)	\$ 17.09	\$ 15.04	\$ 14.83	\$ 15.00	68.19%
Arizona-Las Vegas (Phoenix)	\$ 16.34	\$ 14.29	\$ 12.40	\$ 12.37	31.67%
Central (Kansas City)	\$ 15.99	\$ 13.94	\$ 11.38	\$ 11.85	30.81%
Florida (Tampa)	\$ 17.99	\$ 15.94	\$ 16.10	\$ 16.75	89.91%
Mid-East (Cleveland)	\$ 15.99	\$ 13.94	\$ 12.16	\$ 12.54	42.50%
Northeast (Boston)	\$ 17.24	\$ 15.19	\$ 13.72	\$ 13.76	43.30%
Pacific Northwest (Seattle)	\$ 15.89	\$ 13.84	\$ 12.27	\$ 12.34	31.22%
Southeast (Atlanta)	\$ 17.09	\$ 15.04	\$ 14.51	\$ 14.73	64.74%
Southwest (Dallas)	\$ 16.99	\$ 14.94	\$ 12.91	\$ 12.01	42.14%
Upper Midwest (Chicago)	\$ 15.79	\$ 13.74	\$ 10.60	\$ 11.02	19.90%
Western (Salt Lake City)	\$ 15.89	\$ 13.84	\$ 11.20	\$ 11.70	27.04%

**FLORIDA MILK MARKETING AREA-FEDERAL ORDER 6
STATISTICAL SUMMARY**

Receipts:	JANUARY 2001	JANUARY 2000
Producer Milk		
Class I	232,905,474	224,784,500
Class II	16,618,767	15,199,671
Class III	5,561,141	7,712,205
Class IV	3,947,107	7,828,732
Total Producer Milk	259,032,489	255,525,108
Average Butterfat Test	3.66%	3.60%
Percent of Producer Milk in Class I	89.91%	87.97%
Daily Average Receipts	8,355,887	8,242,745
Other Source Milk		
Class I	6,462,997	4,195,785
Class II	11,206,200	11,355,291
Class III	59,516	0
Class IV	2,205,562	2,210,393
Total Other Source Milk	19,934,275	17,761,469
Overage		
Class I	2,616	1
Class II	0	85,753
Class III	0	170,830
Class IV	52,220	262,564
Total Overage	54,836	519,148
Opening Inventory		
Class I	11,259,430	11,507,493
Class II	39,389	1,234
Class III	736,652	4,569
Class IV	8,233,706	3,001,593
Total Opening Inventory	20,269,177	14,514,889
Total Receipts	299,290,777	288,320,614
Utilization:		
Class I Utilization		
Inventory of Packaged FMP	11,762,780	11,765,435
Route Disposition Class I	236,565,919	226,428,259
Shrinkage	1,547,926	1,902,478
Transfers and Diversions to Nonpool	753,892	391,607
Total Class I Utilization	250,630,517	240,487,779
Average Butterfat Test	2.18%	2.16%
Daily Average Utilization	8,084,855	7,757,670
Class II Utilization		
Nonfluid Used To Produce	7,757,962	1,843,184
Shrinkage	0	0
Transfers and Diversions to Nonpool	4,676,445	3,644,861
Used To Produce/Other Uses	15,429,949	21,153,904
Total Class II Utilization	27,864,356	26,641,949
Average Butterfat Test	9.43%	9.53%
Class III Utilization		
Shrinkage	4,225,722	4,048,642
Transfers and Diversions to Nonpool	801,927	2,181,538
Used To Produce/Other Uses	1,329,660	1,657,424
Total Class III Utilization	6,357,309	7,887,604
Average Butterfat Test	4.86%	12.67%
Class IV Utilization		
Inventory	7,673,109	9,002,380
Nonfluid Used To Fortify	1,733,973	1,738,709
Shrinkage	742	12
Transfers and Diversions to Nonpool	5,030,771	2,562,181
Total Class IV Utilization	14,438,595	13,303,282
Average Butterfat Test	14.71%	9.55%
Total Utilization	299,290,777	288,320,614

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in January 2001 is \$16.75 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$11.56 per hundredweight plus 3.5 times the uniform butterfat price of \$1.5988 per pound. Payment to producers may be adjusted by location differentials, if applicable, and by properly authorized deductions.

Uniform prices are the result of market wide pooling; all producer milk was classified and priced according to the milk's use. In January, Class I use accounted for 91.31% of all producer skim milk (priced to handlers at \$7.88 per hundredweight, plus the Class I differential and 53.39% of producer butterfat (priced to handlers at \$1.8244 per pound plus Class I differential). Class II use accounted for 5.62% of all producer skim milk (\$8.58 per hundredweight) and 27.33% of producer butterfat (\$1.2966 per pound). Class III use accounted for 2.10% of all producer skim milk (\$5.68 per hundredweight) and 3.25% of producer butterfat (\$1.2896 per pound). Class IV use accounted for 0.97% of all producer skim milk (\$7.89 per hundredweight) and 16.03% of producer butterfat (\$1.2896 per pound).

Receipts of producer milk during January 2001 totaled 259.0 million pounds, 3.5 million pounds more than was pooled in January of last year. Florida producers supplied 207.7 million pounds of milk in December 2000 to pool plants or 82.1% of the total producer milk pooled in Florida. In December 1999 Florida producers supplied 80.84% of the total producer milk pooled in the three former Florida markets.

There were 12 regulated pool distributing plants and 2 cooperative associations submitting reports of receipts and utilization that were included in the computation of the uniform prices for January 2001. In-area Class I route disposition totaled 239.5 million pounds in December 2000, 15.8 million pounds greater than that of the three former Florida markets last year. This was up 3.52% after adjusting for calendar composition.

Packaged Class I Route Sales in Marketing Area

Product Description	Florida December 2000
Whole Milk	104,619,062
Fat Free Milk	35,253,855
Lowfat Milk (incl. 1%)	25,876,316
Reduced Fat Milk (incl. 2%)	54,217,419
Cultured Fluid Milk (incl. Buttermilk)	1,465,805
Flavored Drinks and Milk	18,049,856
Total Disposition in Marketing Area	239,482,313
Total Disposition by Pool Plants	219,946,169
Total Disposition by Nonpool Plants	19,536,144
Total Disposition in Marketing Area	239,482,313

2000 Mailbox Milk Prices For Selected Federal Milk Orders & California per cwt. 2/

Federal Milk Order <u>1/</u>	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
Northeast <u>3/</u>	\$12.08	\$11.96	\$12.13	\$11.85	\$12.24	\$12.56	\$12.72	\$12.71	\$12.91
Mideast	\$12.14	\$12.03	\$11.93	\$12.03	\$12.24	\$12.25	\$12.36	\$12.25	\$12.51
Appalachian	\$13.10	\$12.87	\$12.93	\$12.98	\$13.26	\$13.59	\$13.99	\$14.10	\$14.17
Southeast	\$12.55 *	\$12.34 *	\$12.27 *	\$12.25 *	\$12.52	\$12.80	\$13.23	\$13.21	\$13.26
Florida	\$14.88	\$14.91	\$14.77	\$14.95	\$15.25	\$15.66	\$16.10	\$16.25	\$16.55
Upper Midwest	\$11.42	\$11.04	\$11.04	\$11.12	\$11.10	\$11.35	\$11.97	\$11.76	\$12.43
Central	\$11.50	\$11.20	\$11.13	\$11.06	\$11.02	\$11.16	\$11.75	\$11.56	\$12.18
Southwest	\$12.06	\$11.77	\$11.66	\$11.49	\$11.73	\$11.59	\$12.01	\$12.03	\$12.20
Western	\$10.65 *	\$10.64 *	\$10.27 **	\$10.11 *	\$10.11	\$10.23 **	\$10.72 **	\$10.70	\$11.34
Pacific Northwest	\$11.26	\$11.20	\$11.30	\$11.37	\$11.68	\$11.83	\$11.92	\$11.85	\$12.17
All-Market Average <u>4/</u>	\$11.92 *	\$11.70 *	\$11.71 **	\$11.66 *	\$11.84	\$12.02 **	\$12.38 **	\$12.31	\$12.68
California <u>5/</u>	N/A	\$10.72	\$10.80	\$11.03	\$11.20	\$11.62	\$11.85	\$11.93	\$12.30

* Revised November 3, 2000 Volume 67, Report 44

** Revised February 9, 2001, Volume 68, Report 06

1/ Federal Milk Orders for which information could be released.

2/ Net pay price received by dairy farmers marketing their milk to handlers regulated under the Federal Milk Orders and California. Includes all payments received for milk sold and all cost associated with marketing the milk. Price is weighted average for the market and is reported at the market average butterfat test.

3/ Includes the value of Northeast Dairy Compact over-order payments received by qualified producers.

4/ Weighted average of the information for the selected orders combined.

5/ Calculated by California Dept. of Food & Agriculture. Published in "California Dairy Information Bulletin".

Source: Dairy Market News

FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

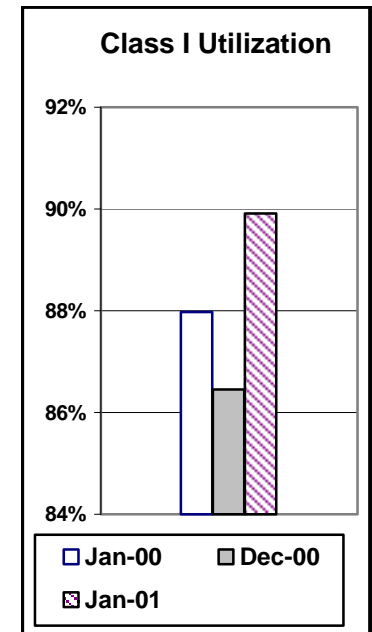
MONTH & YEAR	CLASS I*			CLASS II			CLASS III			CLASS IV			UNIFORM*		
	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform
Jan 2000	\$11.72	\$1.0254	\$14.90	\$8.42	\$0.9436	\$11.43	\$7.02	\$0.9366	\$10.05	\$7.72	\$0.9366	\$10.73	\$11.32	\$0.9855	\$14.37
Feb	\$11.72	\$0.9702	\$14.71	\$8.42	\$0.9658	\$11.51	\$6.41	\$0.9588	\$9.54	\$7.71	\$0.9588	\$10.80	\$11.41	\$0.9673	\$14.40
Mar	\$11.71	\$1.0113	\$14.84	\$8.41	\$1.0261	\$11.71	\$6.19	\$1.0191	\$9.54	\$7.70	\$1.0191	\$11.00	\$11.30	\$1.0175	\$14.47
Apr	\$11.70	\$1.0389	\$14.93	\$8.40	\$1.1422	\$12.10	\$5.63	\$1.1352	\$9.41	\$7.68	\$1.1352	\$11.38	\$11.13	\$1.0897	\$14.55
May	\$11.70	\$1.1959	\$15.48	\$8.40	\$1.2924	\$12.63	\$5.05	\$1.2854	\$9.37	\$7.68	\$1.2854	\$11.91	\$11.18	\$1.2408	\$15.13
Jun	\$11.70	\$1.2595	\$15.70	\$8.40	\$1.4198	\$13.08	\$4.68	\$1.4128	\$9.46	\$7.70	\$1.4128	\$12.38	\$11.32	\$1.3282	\$15.57
Jul	\$11.71	\$1.4755	\$16.46	\$8.41	\$1.2761	\$12.58	\$6.44	\$1.2691	\$10.66	\$7.70	\$1.2691	\$11.87	\$11.31	\$1.3901	\$15.78
Aug	\$11.70	\$1.3313	\$15.95	\$8.40	\$1.2729	\$12.56	\$5.91	\$1.2659	\$10.13	\$7.71	\$1.2659	\$11.87	\$11.51	\$1.3058	\$15.68
Sep	\$11.70	\$1.2991	\$15.84	\$8.40	\$1.2777	\$12.58	\$6.54	\$1.2707	\$10.76	\$7.76	\$1.2707	\$11.94	\$11.48	\$1.2893	\$15.59
Oct	\$11.76	\$1.2966	\$15.89	\$8.46	\$1.2514	\$12.54	\$5.87	\$1.2444	\$10.02	\$7.73	\$1.2444	\$11.81	\$11.41	\$1.2758	\$15.48
Nov	\$11.74	\$1.2835	\$15.82	\$8.44	\$1.5815	\$13.68	\$3.17	\$1.5745	\$8.57	\$7.76	\$1.5745	\$13.00	\$11.36	\$1.4117	\$15.90
Dec	\$11.75	\$1.3683	\$16.13	\$8.45	\$1.6604	\$13.97	\$3.71	\$1.6534	\$9.37	\$7.75	\$1.6534	\$13.27	\$11.26	\$1.4959	\$16.10
Jan 2001	\$11.88	\$1.8644	\$17.99	\$8.58	\$1.2966	\$12.82	\$5.68	\$1.2896	\$9.99	\$7.89	\$1.2896	\$12.13	\$11.56	\$1.5988	\$16.75
Feb	\$11.89	\$1.2752	\$15.94	\$8.59											

* Class I and uniform prices are at Fulton County (Atlanta), Georgia.

FEDERAL ORDER 6 - FLORIDA: POOLED RECEIPTS AND UTILIZATION OF PRODUCER MILK

MONTH AND YEAR	PRODUCER MILK 1,000 LBS.	NUMBER OF FARMS	CLASS I		CLASS II		CLASS III		CLASS IV	
			1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS
			Jan 2000	255,525	250	224,785	87.97%	15,200	5.95%	7,712
Feb	243,677	250	220,592	90.53%	15,069	6.18%	5,204	2.14%	2,811	1.15%
Mar	270,661	244	236,388	87.34%	19,765	7.30%	5,144	1.90%	9,364	3.46%
Apr	258,886	250	211,666	81.75%	19,073	7.37%	6,153	2.38%	21,994	8.50%
May	254,692	245	214,790	84.34%	19,991	7.85%	5,968	2.34%	13,943	5.47%
Jun	228,335	245	202,603	88.74%	18,208	7.97%	4,434	1.94%	3,089	1.35%
Jul	225,202	310	199,325	88.51%	17,091	7.59%	5,293	2.35%	3,494	1.55%
Aug	220,189	318	202,356	91.91%	12,493	5.67%	3,788	1.72%	1,550	0.70%
Sep	203,778	309	186,789	91.66%	12,219	6.00%	3,448	1.69%	1,322	0.65%
Oct	221,324	311	198,743	89.79%	12,564	5.68%	5,772	2.61%	4,243	1.92%
Nov	231,820	306	208,965	90.14%	14,095	6.08%	4,249	1.83%	4,512	1.95%
Dec	253,076	307	218,778	86.45%	17,825	7.04%	6,525	2.58%	9,947	3.93%
Jan 2001	259,032	310**	232,905	89.91%	16,619	6.42%	5,561	2.15%	3,947	1.52%

** Estimated



Florida Marketing Area - Federal Order 6
Pool and Payment Dates for the Pooling Periods February 2001 through April 2001

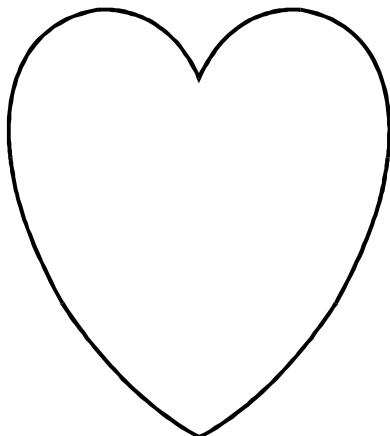
Pool Month	Pool & Uniform Price Release Date	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	1st Advance Pay Due		2nd Advance Pay Due		Final Pay Due	
		All Funds	P/S	Coop	Non-member	Coop	Non-member	Coop	Non-member
February	3/11/01	3/12/01	3/13/01	2/20/01	2/20/01	3/5/01	3/5/01	3/13/01	3/14/01
March	4/11/01	4/12/01	4/13/01	3/19/01	3/20/01	4/4/01	4/5/01	4/13/01	4/16/01
April	5/11/01	4/14/01	5/15/01	4/19/01	4/20/01	5/4/01	5/7/01	5/15/01	5/16/01

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FEDERAL MILK MARKET ADMINISTRATOR
 U.S. DEPARTMENT OF AGRICULTURE
 P.O. BOX 1208
 NORCROSS, GEORGIA 30091-1208

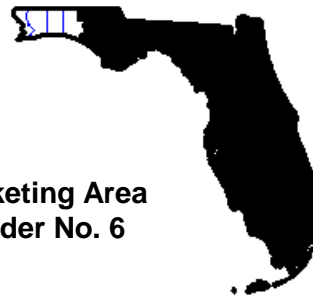
Address Correction Requested



FLORIDA Fluid Milk Report

Sue L. Mosley
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

March 2001

Volume 2—No. 3

Regional Production Stagnant in 2000

The states which comprise Federal Order 7 (including other Federal Order portions of GA, KY, MO

No.	State	Change From:		
		2000	1999	1995
1	CA	32,240	5.8	27.2
2	WI	23,259	0.8	1.4
3	NY	11,920	(1.3)	2.8
4	PA	11,156	2.1	5.2
5	MN	9,493	0.2	0.9
6	ID	7,223	11.9	71.6
7	TX	5,735	2.1	(6.2)
8	MI	5,705	4.6	2.5
9	WA	5,593	1.0	5.5
10	NM	5,236	10.8	44.5
11	OH	4,461	0.5	(3.0)
12	IA	3,934	3.5	(2.9)
13	AZ	3,017	2.9	35.3
14	VT	2,787	2.8	9.5
15	FL	2,461	2.6	3.3
17	MO	2,258	0.9	(16.1)
22	KY	1,690	2.4	(16.3)
26	GA	1,433	(1.1)	(7.8)
27	TN	1,405	(0.8)	(19.5)
32	LA	705	(0.8)	(22.1)
35	MS	544	(1.4)	(23.4)
36	AR	524	0.8	(28.4)
41	AL	348	(7.4)	(27.8)
	SE*	8,907	(0.1)	(21.7)
	US	167,658	3.0	7.9

*All of AL, AR, GA, KY, LA, MO, MS, & TN
Source: NASS

and TN) produced slightly less milk in 2000 than in 1999, according to NASS in a publication released last month. This occurred even though national production grew a very healthy 3.0 percent. In a continuing trend, production growth is occurring in the western half of the country with Idaho, Colorado and New Mexico each experiencing double digit increases in production over 1999. And with the exception of Wyoming, all of

the states with negative production growth are located in the southeast or along the eastern seaboard and north-east regions.

National herd size rose 0.6 percent, while milk per cow rose by 2.4 percent. However, state production growth is more closely linked with cow numbers than with milk per cow. Seven of the top ten states experiencing production growth were also in the top ten in rates of herd size increases. Conversely, of the ten states with the largest losses in production in 2000 versus 1999, all but one were also in the top ten for negative growth in cow numbers. In the big picture, the location of the herd is changing, thus we see huge gains and losses with individual states, but overall US production is better indicated by milk per cow changes.

Blend Slips on Butter

The uniform blend in Hillsborough Co. fell 84 cents for the month of February, settling at \$15.91 per hundredweight for milk at 3.5 percent. Class I utilization was slightly off of the previous month at 89.57 percent, but still in the upper range of normal Class I utilization for Federal Order 6. Both the uniform skim price and uniform butterfat price were lower compared with January, by 2 cents and 23 cents respectively. Underlying these uniform skim and fat changes are a mix of effects.

First, the Class III skim price fell by 34 cents, but in Florida, Class III utilization only represents about two percent of producer milk. Thus we find a minimal decline in the uniform skim. Second, the Class II, III and IV butterfat price rose by approximately 17 cents. Butterfat in these classes normally comprises 10 to 15 percent of the pool value. Finally, the Class I butterfat price fell by 59 cents, which normally provides 15 to 20 percent of the pool value. The major impact on the uniform price came from the sagging Class I butterfat price, with that effect simply outweighing the others.

The value of Class I butterfat going into the pool was 6.1 percent less in February than in January. Why? Because the advanced price survey conducted by NASS and used to calculate an advanced Class I skim and butterfat price captured the butter market when it was still reeling from the large declines after the holiday season. The survey which is used to calculate the remaining class prices found the butter market during the month of February relatively stronger. Thus, as seen on page 2, the Class I butterfat price is more than 20 cents below the other classes. The combination of these price and utilization changes were, on balance, detrimental to the uniform blend.

National Dairy Situation

Monthly U.S. milk production was estimated at 14.05 billion pounds in January according to NASS, down 1.5 percent from a year ago but up 2.1 percent from December. Total cheese output was 678 million pounds in January, 1.2 percent less than a year prior, and 1.7 percent below the month of December. Total butter production was 128 million pounds, 9.7 percent below January 2000 but up 10.8 percent from the previous month.

The All Milk price in February was \$13.10 per hundredweight, 10 cents below the prior month. However this represents a gain of \$1.30 over February of 2000.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - FEBRUARY 2001

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	53.77%	4,509,133	\$1.2352	\$ 5,569,681.10
Class I Differential at Location				183,886.03
Class II Butterfat	30.52%	2,559,510	\$1.4696	3,761,455.89
Class III Butterfat	3.38%	283,739	\$1.4626	414,996.66
Class IV Butterfat	12.33%	1,034,321	\$1.4626	1,512,797.89
Total Butterfat	100.00%	8,386,703		\$ 11,442,817.57

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$1.3644**

Calculation of Uniform Skim Milk Price:

Producer Milk	<u>Utilization</u>	<u>Pounds</u>	<u>Price per unit</u>	<u>Value</u>
Class I Skim Milk	90.90%	204,806,007	\$7.89 /cwt.	\$ 16,159,193.94
Class I Butterfat	53.77%	4,509,133	\$1.2352 /lb.	5,569,681.10
Class I Differential at Location		209,315,140		8,550,758.11
Total Class I Milk	89.57%	209,315,140		\$ 30,279,633.15
Class II Skim Milk	6.34%	14,272,741	\$8.59 /cwt.	\$ 1,226,028.45
Class II Butterfat	30.52%	2,559,510	\$1.4696 /lb.	3,761,455.89
Total Class II Milk	7.20%	16,832,251		\$ 4,987,484.34
Class III Skim Milk	1.81%	4,080,587	\$5.34 /cwt.	\$ 217,903.34
Class III Butterfat	3.38%	283,739	\$1.4626 /lb.	414,996.66
Total Class III Milk	1.87%	4,364,326		\$ 632,900.00
Class IV Skim Milk	0.95%	2,135,579	\$7.86 /cwt.	\$ 167,856.51
Class IV Butterfat	12.33%	1,034,321	\$1.4626 /lb.	1,512,797.89
Total Class IV Milk	1.36%	3,169,900		\$ 1,680,654.40
Producer Milk	100.00%	233,681,617		\$ 37,580,671.89

Adjustments

Overage and Other Source	\$ 41,028.87
Inventory Adjustments	2,544.29
Producer butterfat at uniform butterfat price	(11,442,817.57)
Location Adjustments to Producers	(183,783.21)
1/2 Unobligated Balance in P.S.F.	105,237.07

Adjusted Pool Value	\$ 11.58609	\$ 26,102,881.34
Reserve for Producer Settlement Fund	\$ 0.04609	103,848.27

Uniform Skim Milk Price per cwt. (Hillsborough County, Florida): **\$11.54**

Uniform Price per cwt. (Hillsborough County, Florida) **\$15.91***

* At 3.5% butterfat test; for information purposes.

OTHER FEDERAL ORDERS: CLASS I AND UNIFORM PRICES (At 3.5% Butterfat)

MARKET NAME (Priced at)	CLASS I		UNIFORM		CLASS I %
	FEB 2001	MAR 2001	JAN 2001	FEB 2001	FEB 2001
Appalachian (Charlotte)	\$ 15.04	\$ 15.75	\$ 15.00	\$ 14.48	64.73%
Arizona-Las Vegas (Phoenix)	\$ 14.29	\$ 15.00	\$ 12.37	\$ 12.48	31.57%
Central (Kansas City)	\$ 13.94	\$ 14.65	\$ 11.85	\$ 11.82	30.18%
Florida (Tampa)	\$ 15.94	\$ 16.65	\$ 16.75	\$ 15.91	89.57%
Mid-East (Cleveland)	\$ 13.94	\$ 14.65	\$ 12.54	\$ 12.28	43.40%
Northeast (Boston)	\$ 15.19	\$ 15.90	\$ 13.76	\$ 13.62	43.30%
Pacific Northwest (Seattle)	\$ 13.84	\$ 14.55	\$ 12.34	\$ 12.35	31.90%
Southeast (Atlanta)	\$ 15.04	\$ 15.75	\$ 14.73	\$ 14.15	61.23%
Southwest (Dallas)	\$ 14.94	\$ 15.65	\$ 12.01	\$ 11.82	40.64%
Upper Midwest (Chicago)	\$ 13.74	\$ 14.45	\$ 11.02	\$ 11.15	19.70%
Western (Salt Lake City)	\$ 13.84	\$ 14.55	\$ 11.70	\$ 11.79	27.65%

**FLORIDA MILK MARKETING AREA-FEDERAL ORDER 6
STATISTICAL SUMMARY**

Receipts:	FEBRUARY 2001	FEBRUARY 2000
Producer Milk		
Class I	209,315,140	220,591,894
Class II	16,832,251	15,069,486
Class III	4,364,326	5,204,271
Class IV	3,169,900	2,811,169
	<hr/>	<hr/>
Total Producer Milk	233,681,617	243,676,820
Average Butterfat Test	3.59%	3.60%
Percent of Producer Milk in Class I	89.57%	90.53%
Daily Average Receipts	8,345,772	8,402,649
Other Source Milk		
Class I	4,577,601	4,312,090
Class II	10,966,179	8,835,357
Class III	1,121	0
Class IV	2,208,766	1,872,439
	<hr/>	<hr/>
Total Other Source Milk	17,753,667	15,019,886
Overage		
Class I	0	0
Class II	0	0
Class III	2,066	0
Class IV	25,986	78,586
	<hr/>	<hr/>
Total Overage	28,052	78,586
Opening Inventory		
Class I	11,762,780	11,765,435
Class II	126,575	806,947
Class III	223,249	941,064
Class IV	7,323,285	7,254,369
	<hr/>	<hr/>
Total Opening Inventory	19,435,889	20,767,815
	270,899,225	279,543,107
	<hr/>	<hr/>
	Total Receipts	Total Receipts
Utilization:		
Class I Utilization		
Inventory of Packaged FMP	11,201,911	13,639,745
Route Disposition Class I	212,613,560	221,147,307
Shrinkage	1,201,355	1,104,987
Transfers and Diversions to Nonpool	638,695	777,380
	<hr/>	<hr/>
Total Class I Utilization	225,655,521	236,669,419
Average Butterfat Test	2.16%	2.14%
Daily Average Utilization	8,059,126	8,161,014
Class II Utilization		
Nonfluid Used To Produce	7,653,508	6,023,106
Shrinkage	0	0
Transfers and Diversions to Nonpool	3,205,180	4,077,606
Used To Produce/Other Uses	17,066,317	14,611,078
	<hr/>	<hr/>
Total Class II Utilization	27,925,005	24,711,790
Average Butterfat Test	9.51%	10.23%
Class III Utilization		
Shrinkage	2,860,436	3,673,851
Transfers and Diversions to Nonpool	612,000	1,150,786
Used To Produce/Other Uses	1,118,326	1,320,698
	<hr/>	<hr/>
Total Class III Utilization	4,590,762	6,145,335
Average Butterfat Test	6.25%	6.22%
Class IV Utilization		
Inventory	8,501,041	6,479,558
Nonfluid Used To Fortify	1,666,830	1,656,455
Shrinkage	0	1
Transfers and Diversions to Nonpool	2,560,066	3,880,549
	<hr/>	<hr/>
Total Class IV Utilization	12,727,937	12,016,563
Average Butterfat Test	12.42%	15.16%
	270,899,225	279,543,107
	<hr/>	<hr/>
	Total Utilization	Total Utilization

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in February 2001 is \$15.91 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$11.54 per hundredweight plus 3.5 times the uniform butterfat price of \$1.3644 per pound. Payment to producers may be adjusted by location differentials, if applicable, and by properly authorized deductions.

Uniform prices are the result of market wide pooling; all producer milk was classified and priced according to the milk's use. In February, Class I use accounted for 90.90% of all producer skim milk (priced to handlers at \$7.89 per hundredweight, plus the Class I differential and 53.77% of producer butterfat (priced to handlers at \$1.2352 per pound plus Class I differential). Class II use accounted for 6.34% of all producer skim milk (\$8.59 per hundredweight) and 30.52% of producer butterfat (\$1.4696 per pound). Class III use accounted for 1.81% of all producer skim milk (\$5.34 per hundredweight) and 3.38% of producer butterfat (\$1.4626 per pound). Class IV use accounted for 0.95% of all producer skim milk (\$7.86 per hundredweight) and 12.33% of producer butterfat (\$1.4626 per pound).

Receipts of producer milk during February 2001 totaled 233.7 million pounds, 10.0 million pounds less than was pooled in February of last year. Florida producers supplied 219.2 million pounds of milk in January 2001 to pool plants or 82.6% of the total producer milk pooled in Florida. In January 2000 Florida producers supplied 87.4% of the total producer milk pooled in the Florida market.

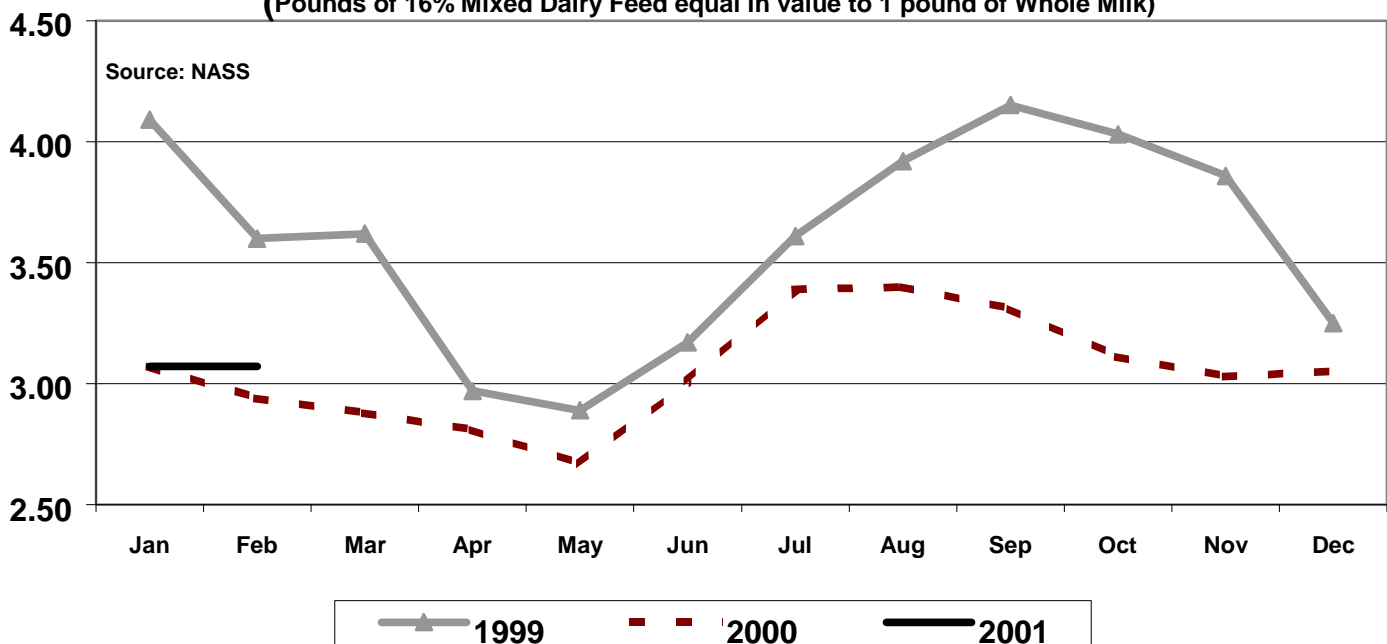
There were 12 regulated pool distributing plants and 2 cooperative associations submitting reports of receipts and utilization that were included in the computation of the uniform prices for February 2001. In-area Class I route disposition totaled 253.3 million pounds in January 2001, 15.3 million pounds more than last year. This was up 6.47% after adjusting for calendar composition.

Packaged Class I Route Sales in Marketing Area

Product Description	Florida
	January 2001
Whole Milk	109,722,542
Fat Free Milk	39,339,720
Lowfat Milk (incl. 1%)	28,458,954
Reduced Fat Milk (incl. 2%)	57,975,711
Cultured Fluid Milk (incl. Buttermilk)	1,585,270
Flavored Drinks and Milk	16,188,274
Total Disposition in Marketing Area	253,270,471
Total Disposition by Pool Plants	232,699,152
Total Disposition by Nonpool Plants	20,571,319
Total Disposition in Marketing Area	253,270,471

Milk-Feed Price Ratio:1999-to Date

(Pounds of 16% Mixed Dairy Feed equal in value to 1 pound of Whole Milk)



FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

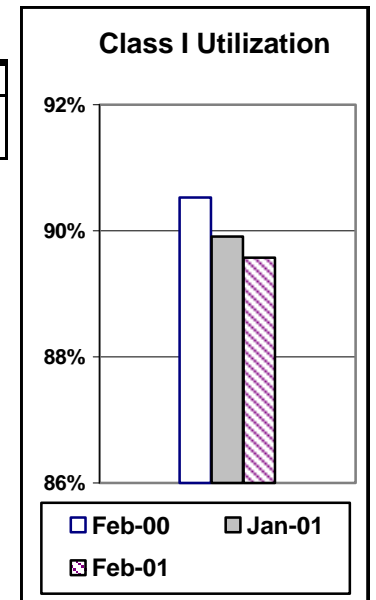
MONTH & YEAR	CLASS I*			CLASS II			CLASS III			CLASS IV			UNIFORM*		
	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform
Jan 2000	\$11.72	\$1.0254	\$14.90	\$8.42	\$0.9436	\$11.43	\$7.02	\$0.9366	\$10.05	\$7.72	\$0.9366	\$10.73	\$11.32	\$0.9855	\$14.37
Feb	\$11.72	\$0.9702	\$14.71	\$8.42	\$0.9658	\$11.51	\$6.41	\$0.9588	\$9.54	\$7.71	\$0.9588	\$10.80	\$11.41	\$0.9673	\$14.40
Mar	\$11.71	\$1.0113	\$14.84	\$8.41	\$1.0261	\$11.71	\$6.19	\$1.0191	\$9.54	\$7.70	\$1.0191	\$11.00	\$11.30	\$1.0175	\$14.47
Apr	\$11.70	\$1.0389	\$14.93	\$8.40	\$1.1422	\$12.10	\$5.63	\$1.1352	\$9.41	\$7.68	\$1.1352	\$11.38	\$11.13	\$1.0897	\$14.55
May	\$11.70	\$1.1959	\$15.48	\$8.40	\$1.2924	\$12.63	\$5.05	\$1.2854	\$9.37	\$7.68	\$1.2854	\$11.91	\$11.18	\$1.2408	\$15.13
Jun	\$11.70	\$1.2595	\$15.70	\$8.40	\$1.4198	\$13.08	\$4.68	\$1.4128	\$9.46	\$7.70	\$1.4128	\$12.38	\$11.32	\$1.3282	\$15.57
Jul	\$11.71	\$1.4755	\$16.46	\$8.41	\$1.2761	\$12.58	\$6.44	\$1.2691	\$10.66	\$7.70	\$1.2691	\$11.87	\$11.31	\$1.3901	\$15.78
Aug	\$11.70	\$1.3313	\$15.95	\$8.40	\$1.2729	\$12.56	\$5.91	\$1.2659	\$10.13	\$7.71	\$1.2659	\$11.87	\$11.51	\$1.3058	\$15.68
Sep	\$11.70	\$1.2991	\$15.84	\$8.40	\$1.2777	\$12.58	\$6.54	\$1.2707	\$10.76	\$7.76	\$1.2707	\$11.94	\$11.48	\$1.2893	\$15.59
Oct	\$11.76	\$1.2966	\$15.89	\$8.46	\$1.2514	\$12.54	\$5.87	\$1.2444	\$10.02	\$7.73	\$1.2444	\$11.81	\$11.41	\$1.2758	\$15.48
Nov	\$11.74	\$1.2835	\$15.82	\$8.44	\$1.5815	\$13.68	\$3.17	\$1.5745	\$8.57	\$7.76	\$1.5745	\$13.00	\$11.36	\$1.4117	\$15.90
Dec	\$11.75	\$1.3683	\$16.13	\$8.45	\$1.6604	\$13.97	\$3.71	\$1.6534	\$9.37	\$7.75	\$1.6534	\$13.27	\$11.26	\$1.4959	\$16.10
Jan 2001	\$11.88	\$1.8644	\$17.99	\$8.58	\$1.2966	\$12.82	\$5.68	\$1.2896	\$9.99	\$ 7.89	\$1.2896	\$12.13	\$ 11.56	\$1.5988	\$16.75
Feb	\$11.89	\$1.2752	\$15.94	\$8.59	\$1.4696	\$13.43	\$5.34	\$1.4626	\$10.27	\$ 7.86	\$1.4626	\$12.70	\$ 11.54	\$1.3644	\$15.91
Mar	\$11.86	\$1.4883	\$16.65	\$8.56											

* Class I and uniform prices are at Fulton County (Atlanta), Georgia.

FEDERAL ORDER 6 - FLORIDA: POOLED RECEIPTS AND UTILIZATION OF PRODUCER MILK

MONTH AND YEAR	PRODUCER MILK 1,000 LBS.	NUMBER OF FARMS	CLASS I		CLASS II		CLASS III		CLASS IV	
			1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS
Jan 2000	255,525	250	224,785	87.97%	15,200	5.95%	7,712	3.02%	7,829	3.06%
Feb	243,677	250	220,592	90.53%	15,069	6.18%	5,204	2.14%	2,811	1.15%
Mar	270,661	244	236,388	87.34%	19,765	7.30%	5,144	1.90%	9,364	3.46%
Apr	258,886	250	211,666	81.75%	19,073	7.37%	6,153	2.38%	21,994	8.50%
May	254,692	245	214,790	84.34%	19,991	7.85%	5,968	2.34%	13,943	5.47%
Jun	228,335	245	202,603	88.74%	18,208	7.97%	4,434	1.94%	3,089	1.35%
Jul	225,202	310	199,325	88.51%	17,091	7.59%	5,293	2.35%	3,494	1.55%
Aug	220,189	318	202,356	91.91%	12,493	5.67%	3,788	1.72%	1,550	0.70%
Sep	203,778	309	186,789	91.66%	12,219	6.00%	3,448	1.69%	1,322	0.65%
Oct	221,324	311	198,743	89.79%	12,564	5.68%	5,772	2.61%	4,243	1.92%
Nov	231,820	306	208,965	90.14%	14,095	6.08%	4,249	1.83%	4,512	1.95%
Dec	253,076	307	218,778	86.45%	17,825	7.04%	6,525	2.58%	9,947	3.93%
Jan 2001	259,032	265	232,905	89.91%	16,619	6.42%	5,561	2.15%	3,947	1.52%
Feb	233,682	280**	209,315	89.57%	16,832	7.20%	4,364	1.87%	3,170	1.36%

** Estimated



*******PAYMENT REMINDER*******

Payments to producers will be computed at 85% of the preceding months uniform price, which is then adjusted for 100% of the plant location. See §1006.73 (a)(1)(i)(ii) of the *Order Regulating the Handling of Milk in the Florida Marketing Area*.

Payments to cooperatives will be computed at 90% of the preceding month's uniform price, which is then adjusted for 100% of the plant location. See §1006.73 (b)(1) of the *Order Regulating the Handling of Milk in the Florida Marketing Area*.

Florida Marketing Area - Federal Order 6									
Pool and Payment Dates for the Pooling Periods March 2001 through May 2001									
Pool Month	Pool & Uniform Price Release Date	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	1st Advance Pay Due		2nd Advance Pay Due		Final Pay Due	
		All Funds	P/S	Coop	Non-member	Coop	Non-member	Coop	Non-member
March	4/11/01	4/12/01	4/13/01	3/19/01	3/20/01	4/4/01	4/5/01	4/13/01	4/16/01
April	5/11/01	4/14/01	5/15/01	4/19/01	4/20/01	5/4/01	5/7/01	5/15/01	5/16/01
May	6/11/01	6/12/01	6/13/01	5/21/01	5/21/01	6/4/01	6/5/01	6/13/01	6/14/01

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FEDERAL MILK MARKET ADMINISTRATOR
 U.S. DEPARTMENT OF AGRICULTURE
 P.O. BOX 1208
 NORCROSS, GEORGIA 30091-1208

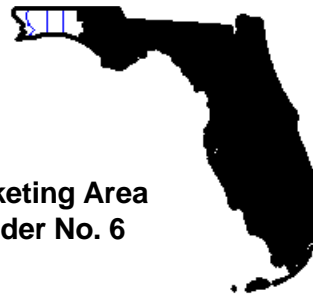
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FLORIDA Fluid Milk Report

Sue L. Mosley
Market Administrator

Florida Marketing Area
Federal Order No. 6



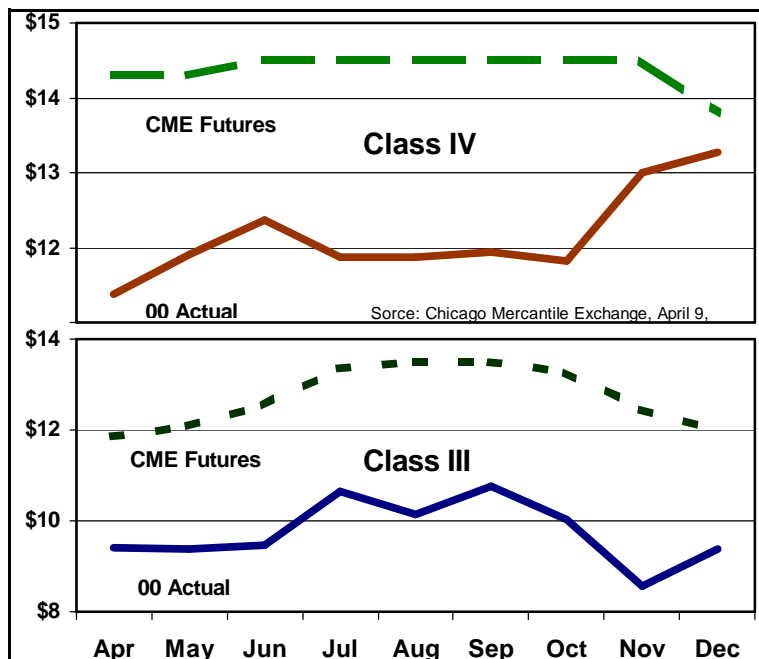
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April 2001

Volume 2—No. 4

Futures Markets Show Promise

Activity on the Chicago Mercantile Exchange indicates higher milk prices could be on their way. The graphs below depict Class III and Class IV futures contracts that, as of April 9th, would allow producers to lock in milk prices that are substantially higher than actual class prices of 2000. In fact, the average spread between last year's class prices and this year's futures prices for April through December is \$2.98/cwt on Class III and \$2.22/cwt on Class IV. Even if these higher prices don't materialize, they provide an opportunity for producers to use the futures markets to reduce the risk of changing milk prices. For more information on risk management tools go to www.rma.usda.gov or www.nfa.futures.org



GAO Releases Imported UF Milk Study

The General Accounting Office's examination of ultra-filtered (UF) milk describes a dramatic rise in imported milk protein concentrates (MPC's) in the last five years, but could not verify that this rise was due to ultra-filtered milk. Ultra-filtered milk, with its high protein content, falls into the MPC classification set by the U.S. Customs Service, which includes many other products not made using a filtration process.

To protect the integrity of the price support program on nonfat dry milk, any imported nonfat dry milk with less than 40% protein is subject to a tariff rate quota. Protein levels between 40 and 90% are classified as MPC's and are subject to few trade restrictions. Download the entire report (GAO-01-326) at www.gao.gov.

Blend Bounces Back on Butter's Strength

March's uniform price in Tampa jumped to \$16.69 per hundredweight for milk at 3.5 percent, up 78 cents from the prior month. Class I utilization rose slightly, and the utilization of skim and butterfat in all four classes were essentially unchanged. The distribution of milk among classes had little impact on the blend price. So if not utilization, we must look to changing prices for any change in the blend.

Comparing class prices from March to February shows just what those changes were. (Page 2 of this bulletin lists the skim and butterfat prices in each class.) Class III skim rose by 39 cents, which helped to boost the blend. But the real impact came from butterfat, with Classes I, II, III and IV gaining over 20 cents per class since February. While not directly related to the NASS manufacturer survey (and therefore class prices), the CME butter prices behaved remarkably similar over the same time frame. The average CME cash price of butter during February was \$1.38, rising 20 cents to \$1.58 during the month of March. Cash cheese prices have been higher as well, averaging 5 and 10 cents more for barrels and blocks respectively in March versus February.

Why are cash prices showing strength, and (see charts at left) futures markets suggesting higher prices through the end of the year? There are several factors most likely contributing to this optimism. First, USDA projects milk per cow growth at only about 1 percent. Second, a steady decline in overall cow numbers is anticipated for the year. Thus, growth in milk production is expected to be minimal. Third, demand increases may be less robust than in recent years, but will still be healthy despite the possible economic downturn. With supplies thought to be tightening and demand for dairy products estimated to remain relatively strong, prices will rise to equilibrate the market. Additionally, CCC purchases of nonfat dry milk powder during April 2-6th were "the smallest weekly net NDM purchase since December 1999", evidence of a declining supply of milk, and reason for guarded optimism.

National Dairy Situation

NASS estimates U.S. milk production in February at 11.2 billion pounds, a decline of 0.9 percent after the leap year adjustment. Butter production was 115 million pounds in February, 11.6 percent below a year ago and 11.0 percent below January 2001. Total cheese output (excluding cottage cheese) was 637 million pounds, 1.4 percent below February 2000 and 7.3 percent below the previous month. Additionally, NDM production was down 14.2 percent from the year prior.

The All Milk price for March was \$13.60 per hundredweight, up \$1.70 from March 2000 and 60 cents above a revised February figure. The milk feed price ratio grew to 3.21, a sign that input costs are falling relative to output prices.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - MARCH 2001

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	55.65%	5,170,979	\$1.4483	\$ 7,489,128.89
Class I Differential at Location				211,658.40
Class II Butterfat	29.85%	2,773,316	\$1.6890	4,684,130.74
Class III Butterfat	3.89%	361,001	\$1.6820	607,203.67
Class IV Butterfat	10.61%	985,447	\$1.6820	1,657,521.86
Total Butterfat	100.00%	9,290,743		\$ 14,649,643.56

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$1.5768**

Calculation of Uniform Skim Milk Price:

<u>Producer Milk</u>	<u>Utilization</u>	<u>Pounds</u>	<u>Price per unit</u>	<u>Value</u>
Class I Skim Milk	92.61%	234,701,994	\$7.86 /cwt.	\$ 18,447,576.75
Class I Butterfat	55.65%	5,170,979	\$1.4483 /lb.	7,489,128.89
Class I Differential at Location		239,872,973		9,799,723.80
Total Class I Milk	91.30%	239,872,973		\$ 35,736,429.44
Class II Skim Milk	5.88%	14,913,109	\$8.56 /cwt.	\$ 1,276,562.12
Class II Butterfat	29.85%	2,773,316	\$1.6890 /lb.	4,684,130.74
Total Class II Milk	6.73%	17,686,425		\$ 5,960,692.86
Class III Skim Milk	1.32%	3,355,588	\$5.73 /cwt.	\$ 192,275.20
Class III Butterfat	3.89%	361,001	\$1.6820 /lb.	607,203.67
Total Class III Milk	1.41%	3,716,589		\$ 799,478.87
Class IV Skim Milk	0.19%	486,703	\$7.85 /cwt.	\$ 38,206.19
Class IV Butterfat	10.61%	985,447	\$1.6820 /lb.	1,657,521.86
Total Class IV Milk	0.56%	1,472,150		\$ 1,695,728.05
Producer Milk	100.00%	262,748,137		\$ 44,192,329.22

Adjustments

Overage and Other Source	\$ 40,664.17
Inventory Adjustments	(22,913.05)
Producer butterfat at uniform butterfat price	(14,649,643.56)
Location Adjustments to Producers	(196,126.84)
1/2 Unobligated Balance in P.S.F.	95,767.84

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 11.62329	\$ 29,460,077.78
	\$ 0.04329	109,711.54

Uniform Skim Milk Price per cwt. (Hillsborough County, Florida):

\$11.58

Uniform Price per cwt. (Hillsborough County, Florida)

\$16.69*

* At 3.5% butterfat test; for information purposes.

OTHER FEDERAL ORDERS: CLASS I AND UNIFORM PRICES (At 3.5% Butterfat)

MARKET NAME (Priced at)	CLASS I		UNIFORM		CLASS I %
	MAR 2001	APR 2001	FEB 2001	MAR 2001	MAR 2001
Appalachian (Charlotte)	\$ 15.75	\$ 16.54	\$ 14.48	\$ 15.16	61.56%
Arizona-Las Vegas (Phoenix)	\$ 15.00	\$ 15.79	\$ 12.48	\$ 13.31	31.81%
Central (Kansas City)	\$ 14.65	\$ 15.44	\$ 11.82	\$ 12.74	28.05%
Florida (Tampa)	\$ 16.65	\$ 17.44	\$ 15.91	\$ 16.69	91.30%
Mid-East (Cleveland)	\$ 14.65	\$ 15.44	\$ 12.28	\$ 13.24	44.30%
Northeast (Boston)	\$ 15.90	\$ 16.69	\$ 13.62	\$ 14.50	44.20%
Pacific Northwest (Seattle)	\$ 14.55	\$ 15.34	\$ 12.35	\$ 13.34	33.68%
Southeast (Atlanta)	\$ 15.75	\$ 16.54	\$ 14.15	\$ 14.92	60.68%
Southwest (Dallas)	\$ 15.65	\$ 16.44	\$ 13.24	\$ 14.18	50.87%
Upper Midwest (Chicago)	\$ 14.45	\$ 15.24	\$ 11.15	\$ 12.20	20.10%
Western (Salt Lake City)	\$ 14.55	\$ 15.34	\$ 11.79	\$ 12.89	29.74%

**FLORIDA MILK MARKETING AREA-FEDERAL ORDER 6
STATISTICAL SUMMARY**

Receipts:	MARCH 2001	MARCH 2000
Producer Milk		
Class I	239,872,973	236,388,135
Class II	17,686,425	19,764,734
Class III	3,716,589	5,144,172
Class IV	1,472,150	9,364,006
	<hr/>	<hr/>
Total Producer Milk	262,748,137	270,661,047
Average Butterfat Test	3.54%	3.55%
Percent of Producer Milk in Class I	91.29%	87.34%
Daily Average Receipts	8,475,746	8,731,002
Other Source Milk		
Class I	6,304,176	4,446,388
Class II	12,082,624	12,098,797
Class III	1,183	0
Class IV	1,928,530	2,257,906
	<hr/>	<hr/>
Total Other Source Milk	20,316,513	18,803,091
Overage		
Class I	2,361	2
Class II	154,932	4,952
Class III	103,122	0
Class IV	20,266	34,664
	<hr/>	<hr/>
Total Overage	280,681	39,618
Opening Inventory		
Class I	11,407,320	13,639,745
Class II	841,705	470,194
Class III	2,451,182	1,398,289
Class IV	5,002,745	4,611,075
	<hr/>	<hr/>
Total Opening Inventory	19,702,952	20,119,303
Total Receipts	303,048,283	309,623,059
Utilization:		
Class I Utilization		
Inventory of Packaged FMP	13,937,972	14,524,315
Route Disposition Class I	241,937,133	237,876,869
Shrinkage	951,015	1,485,253
Transfers and Diversions to Nonpool	760,710	587,833
	<hr/>	<hr/>
Total Class I Utilization	257,586,830	254,474,270
Average Butterfat Test	2.16%	2.16%
Daily Average Utilization	8,309,253	8,208,847
Class II Utilization		
Nonfluid Used To Produce	8,766,640	8,375,442
Shrinkage	0	0
Transfers and Diversions to Nonpool	4,037,597	6,166,921
Used To Produce/Other Uses	17,961,449	17,796,314
	<hr/>	<hr/>
Total Class II Utilization	30,765,686	32,338,677
Average Butterfat Test	9.50%	9.53%
Class III Utilization		
Shrinkage	3,988,628	3,208,877
Transfers and Diversions to Nonpool	1,132,338	1,794,847
Used To Produce/Other Uses	1,151,110	1,538,737
	<hr/>	<hr/>
Total Class III Utilization	6,272,076	6,542,461
Average Butterfat Test	5.79%	6.67%
Class IV Utilization		
Inventory	3,576,025	5,526,372
Nonfluid Used To Fortify	1,705,359	1,857,748
Shrinkage	0	11
Transfers and Diversions to Nonpool	3,142,307	8,883,520
	<hr/>	<hr/>
Total Class IV Utilization	8,423,691	16,267,651
Average Butterfat Test	17.55%	9.77%
Total Utilization	303,048,283	309,623,059

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in March 2001 is \$16.69 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$11.58 per hundredweight plus 3.5 times the uniform butterfat price of \$1.5768 per pound. Payment to producers may be adjusted by location differentials, if applicable, and by properly authorized deductions.

Uniform prices are the result of marketwide pooling; all producer milk was classified and priced according to the milk's use. In March, Class I use accounted for 92.61% of all producer skim milk (priced to handlers at \$7.86 per hundredweight, plus the Class I differential and 55.65% of producer butterfat (priced to handlers at \$1.4483 per pound plus Class I differential). Class II use accounted for 5.88% of all producer skim milk (\$8.56 per hundredweight) and 29.85% of producer butterfat (\$1.6890 per pound). Class III use accounted for 1.32% of all producer skim milk (\$5.73 per hundredweight) and 3.89% of producer butterfat (\$1.6820 per pound). Class IV use accounted for 0.19% of all producer skim milk (\$7.85 per hundredweight) and 10.61% of producer butterfat (\$1.6820 per pound).

Receipts of producer milk during March 2001 totaled 262.7 million pounds, 8.0 million pounds less than was pooled in March of last year. Florida producers supplied 207.1 million pounds of milk in February 2001 to pool plants or 88.70% of the total producer milk pooled in Florida. In February 2000 Florida producers supplied 87.79% of the total producer milk pooled in the Florida market.

There were 12 regulated pool distributing plants and 2 cooperative associations submitting reports of receipts and utilization that were included in the computation of the uniform prices for March 2001. In-area Class I route disposition totaled 228.2 million pounds in February 2001, 7.7 million pounds less than last year. Leap year underestimates sales this year, but examining average daily sales shows February 2001 to be higher than February 2000, 8.15 versus 8.14 million pounds per day.

Packaged Class I Route Sales in Marketing Area

Product Description	Florida
	February 2001
Whole Milk	96,849,362
Fat Free Milk	33,292,205
Lowfat Milk (incl. 1%)	22,695,024
Reduced Fat Milk (incl. 2%)	52,962,365
Cultured Fluid Milk (incl. Buttermilk)	1,344,437
Flavored Drinks and Milk	21,088,963
Total Disposition in Marketing Area	228,232,356
Total Disposition by Pool Plants	209,060,699
Total Disposition by Nonpool Plants	19,171,657
Total Disposition in Marketing Area	228,232,356

2000 Mailbox Prices For Selected Federal Milk Orders and California 2/

Federal Milk Order 1/	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct
Northeast 3/	\$12.08	\$11.96	\$12.13	\$11.85	\$12.24	\$12.56	\$12.72	\$12.71	\$12.91	\$12.85
Mideast	\$12.14	\$12.03	\$11.93	\$12.03	\$12.24	\$12.25	\$12.36	\$12.25	\$12.51	\$12.35
Appalachian	\$13.10	\$12.87	\$12.93	\$12.98	\$13.26	\$13.59	\$13.99	\$14.10	\$14.17	\$14.08
Southeast	\$12.55 *	\$12.34 *	\$12.27 *	\$12.25 *	\$12.52	\$12.80	\$13.23	\$13.21	\$13.26	\$13.14
Florida	\$14.88	\$14.91	\$14.77	\$14.95	\$15.25	\$15.66	\$16.10	\$16.25	\$16.55	\$16.40
Upper Midwest	\$11.42	\$11.04	\$11.04	\$11.12	\$11.10	\$11.35	\$11.97	\$11.76	\$12.43	\$12.00
Central	\$11.50	\$11.20	\$11.13	\$11.06	\$11.02	\$11.16	\$11.75	\$11.56	\$12.18	\$11.65
Southwest	\$12.06	\$11.77	\$11.66	\$11.49	\$11.73	\$11.59	\$12.01	\$12.03	\$12.20	\$12.06
Western	\$10.65	\$10.64	\$10.27	\$10.11	\$10.11	\$10.23	\$10.72	\$10.70	\$11.34	\$10.96
Pacific Northwest	\$11.26	\$11.20	\$11.30	\$11.37	\$11.68	\$11.83	\$11.92	\$11.85	\$12.17	\$12.01
All-Market Average 4/	\$11.92 *	\$11.70 *	\$11.71	\$11.66 *	\$11.84	\$12.02	\$12.38	\$12.31	\$12.68	\$12.44
California 5/	N/A	\$10.72	\$10.80	\$11.03	\$11.20	\$11.62	\$11.85	\$11.93	\$12.30	\$11.47

* Revised November 3, 2000 Volume 67, Report 44

1/ Federal Milk Orders for which information could be released.

2/ Net pay price received by dairy farmers marketing their milk to handlers regulated under the Federal milk orders and California. Includes all payments received for milk sold and all cost associated with marketing the milk. Price is weighted average for the market and is reported at the market average butterfat test.

3/ Includes the value of Northeast Dairy Compact over-order payments received by qualified producers.

4/ Weighted average of the information for the selected orders combined.

5/ Calculated by California Dept. of Food & Agriculture. Published in "California Dairy Information Bulletin."

Source: Dairy Market News.

FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

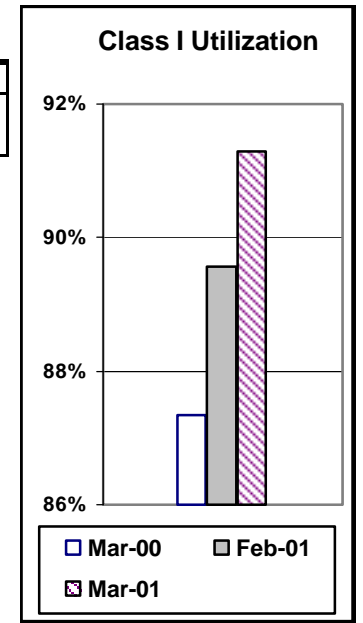
MONTH & YEAR	CLASS I*			CLASS II			CLASS III			CLASS IV			UNIFORM*		
	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform
Jan 2000	\$11.72	\$1.0254	\$14.90	\$8.42	\$0.9436	\$11.43	\$7.02	\$0.9366	\$10.05	\$7.72	\$0.9366	\$10.73	\$11.32	\$0.9855	\$14.37
Feb	\$11.72	\$0.9702	\$14.71	\$8.42	\$0.9658	\$11.51	\$6.41	\$0.9588	\$9.54	\$7.71	\$0.9588	\$10.80	\$11.41	\$0.9673	\$14.40
Mar	\$11.71	\$1.0113	\$14.84	\$8.41	\$1.0261	\$11.71	\$6.19	\$1.0191	\$9.54	\$7.70	\$1.0191	\$11.00	\$11.30	\$1.0175	\$14.47
Apr	\$11.70	\$1.0389	\$14.93	\$8.40	\$1.1422	\$12.10	\$5.63	\$1.1352	\$9.41	\$7.68	\$1.1352	\$11.38	\$11.13	\$1.0897	\$14.55
May	\$11.70	\$1.1959	\$15.48	\$8.40	\$1.2924	\$12.63	\$5.05	\$1.2854	\$9.37	\$7.68	\$1.2854	\$11.91	\$11.18	\$1.2408	\$15.13
Jun	\$11.70	\$1.2595	\$15.70	\$8.40	\$1.4198	\$13.08	\$4.68	\$1.4128	\$9.46	\$7.70	\$1.4128	\$12.38	\$11.32	\$1.3282	\$15.57
Jul	\$11.71	\$1.4755	\$16.46	\$8.41	\$1.2761	\$12.58	\$6.44	\$1.2691	\$10.66	\$7.70	\$1.2691	\$11.87	\$11.31	\$1.3901	\$15.78
Aug	\$11.70	\$1.3313	\$15.95	\$8.40	\$1.2729	\$12.56	\$5.91	\$1.2659	\$10.13	\$7.71	\$1.2659	\$11.87	\$11.51	\$1.3058	\$15.68
Sep	\$11.70	\$1.2991	\$15.84	\$8.40	\$1.2777	\$12.58	\$6.54	\$1.2707	\$10.76	\$7.76	\$1.2707	\$11.94	\$11.48	\$1.2893	\$15.59
Oct	\$11.76	\$1.2966	\$15.89	\$8.46	\$1.2514	\$12.54	\$5.87	\$1.2444	\$10.02	\$7.73	\$1.2444	\$11.81	\$11.41	\$1.2758	\$15.48
Nov	\$11.74	\$1.2835	\$15.82	\$8.44	\$1.5815	\$13.68	\$3.17	\$1.5745	\$8.57	\$7.76	\$1.5745	\$13.00	\$11.36	\$1.4117	\$15.90
Dec	\$11.75	\$1.3683	\$16.13	\$8.45	\$1.6604	\$13.97	\$3.71	\$1.6534	\$9.37	\$7.75	\$1.6534	\$13.27	\$11.26	\$1.4959	\$16.10
Jan 2001	\$11.88	\$1.8644	\$17.99	\$8.58	\$1.2966	\$12.82	\$5.68	\$1.2896	\$9.99	\$ 7.89	\$1.2896	\$12.13	\$ 11.56	\$1.5988	\$16.75
Feb	\$11.89	\$1.2752	\$15.94	\$8.59	\$1.4696	\$13.43	\$5.34	\$1.4626	\$10.27	\$ 7.86	\$1.4626	\$12.70	\$ 11.54	\$1.3644	\$15.91
Mar	\$11.86	\$1.4883	\$16.65	\$8.56	\$1.6890	\$14.17	\$5.73	\$1.6820	\$11.42	\$ 7.85	\$1.6820	\$13.46	\$ 11.58	\$1.5768	\$16.69
Apr	\$11.86	\$1.7122	\$17.44	\$8.56											

* Class I and uniform prices are at Fulton County (Atlanta), Georgia.

FEDERAL ORDER 6 - FLORIDA: POOLED RECEIPTS AND UTILIZATION OF PRODUCER MILK

MONTH AND YEAR	PRODUCER MILK 1,000 LBS.	NUMBER OF FARMS	CLASS I		CLASS II		CLASS III		CLASS IV	
			1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS
Jan 2000	255,525	250	224,785	87.97%	15,200	5.95%	7,712	3.02%	7,829	3.06%
Feb	243,677	250	220,592	90.53%	15,069	6.18%	5,204	2.14%	2,811	1.15%
Mar	270,661	244	236,388	87.34%	19,765	7.30%	5,144	1.90%	9,364	3.46%
Apr	258,886	250	211,666	81.75%	19,073	7.37%	6,153	2.38%	21,994	8.50%
May	254,692	245	214,790	84.34%	19,991	7.85%	5,968	2.34%	13,943	5.47%
Jun	228,335	245	202,603	88.74%	18,208	7.97%	4,434	1.94%	3,089	1.35%
Jul	225,202	310	199,325	88.51%	17,091	7.59%	5,293	2.35%	3,494	1.55%
Aug	220,189	318	202,356	91.91%	12,493	5.67%	3,788	1.72%	1,550	0.70%
Sep	203,778	309	186,789	91.66%	12,219	6.00%	3,448	1.69%	1,322	0.65%
Oct	221,324	311	198,743	89.79%	12,564	5.68%	5,772	2.61%	4,243	1.92%
Nov	231,820	306	208,965	90.14%	14,095	6.08%	4,249	1.83%	4,512	1.95%
Dec	253,076	307	218,778	86.45%	17,825	7.04%	6,525	2.58%	9,947	3.93%
Jan 2001	259,032	265	232,905	89.91%	16,619	6.42%	5,561	2.15%	3,947	1.52%
Feb	233,485	240	209,315	89.57%	16,832	7.20%	4,364	1.87%	3,170	1.36%
Mar	262,748	245**	239,873	91.30%	17,686	6.73%	3,717	1.41%	1,472	0.56%

** Estimated



Florida Marketing Area - Federal Order 6									
Pool and Payment Dates for the Pooling Periods April 2001 through June 2001									
Pool Month	Pool & Uniform Price Release Date	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	1st Advance Pay Due		2nd Advance Pay Due		Final Pay Due	
		All Funds	P/S	Coop	Non-member	Coop	Non-member	Coop	Non-member
April	5/11/01	4/14/01	5/15/01	4/19/01	4/20/01	5/4/01	5/7/01	5/15/01	5/16/01
May	6/11/01	6/12/01	6/13/01	5/21/01	5/21/01	6/4/01	6/5/01	6/13/01	6/14/01
June	7/11/01	7/12/01	7/13/01	6/19/01	6/20/01	7/5/01	7/5/01	7/13/01	7/16/01

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To file a complaint, write USDA, Director, Office of Civil Rights; Room 326W, Jamie L. Whitten Building; 14th and Independence; Washington, D.C. 20250-9410, or call (202) 720-5964 (voice and TDD). USDA is an equal opportunity provider and employer.

FEDERAL MILK MARKET ADMINISTRATOR
 U.S. DEPARTMENT OF AGRICULTURE
 P.O. BOX 1208
 NORCROSS, GEORGIA 30091-1208

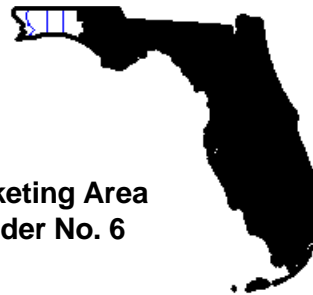
Address Correction Requested



FLORIDA Fluid Milk Report

Sue L. Mosley
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

May 2001

Volume 2—No. 5

Quarterly Production Declines

National milk production during the first quarter of 2001 was 3.1% below the first quarter of 2000. The chart below

Preliminary NASS Estimates: January-March, 2000-2001						
	Milk Cows			Milk Production		
	1,000 Head		% Chg	Million Pounds		% Chg
	2000	2001		2000	2001	
FL	157	155	-1.3%	687	666	-3.1%
AL	26	22	-15.4%	104	86	-17.3%
MO	157	148	-5.7%	599	517	-13.7%
LA	60	56	-6.7%	210	184	-12.4%
AR	42	39	-7.1%	141	125	-11.3%
MS	36	36	0.0%	162	148	-8.6%
TN	96	93	-3.1%	380	350	-7.9%
KY	131	128	-2.3%	451	426	-5.5%
GA	88	86	-2.3%	402	387	-3.7%
SE States	636	608	-4.4%	2,449	2,223	-9.2%
US	9,188	9,155	-0.4%	42,630	41,326	-3.1%

shows how Florida and the states comprising F.O. 7 performed. Most of the decline is due to lower milk per cow figures, because while the size of the nation's herd fell less than half a percent, production was off over three percent. When compared with the same period in 2000, each state shown above, except for Mississippi, has declining cow numbers with even greater declines in milk production. The additional decline results from lower productivity as measured by milk per cow.

Nominees Sought for National Dairy Board

The USDA asks farmers and organizations to submit nominations to the National Dairy Promotion and Research Board. The twelve new members will serve 3-year terms beginning Nov. 1, 2001. Appointments will be made from all across the country, with one made from Region 4 (AR, KS, NM, OK and TX) and one from Region 10 (FL, GA, NC, SC and VA). For more information, contact David R. Jamison, Chief, Promotion and Research Branch, Dairy Programs, AMS, USDA Room 2958-S, Stop 0233, 1400 Independence Ave., SE, Washington D.C. 20250-0233: (202) 720-6909. The deadline for nominations is May 31, 2001.

Thanks to Butter, Uniform Price Rises

The continued strength in butter prices has for the second consecutive month boosted the blend price. April's uniform price in Hillsborough County rose to \$17.34 per hundredweight, up 65 cents from the previous month. The uniform skim price fell to \$11.36 per hundredweight and the uniform butterfat price soared to \$1.8210 per pound, while the Class I utilization was seasonally higher, at 87.6 percent.

One must only glance at the CME or the NASS survey of cheese and butter prices to understand why the uniform price is higher today than anytime since December 1999. But an understanding of why commodity prices are higher requires a bit more explanation. First is lower milk production (see opposite column). With relatively less milk currently available when compared with last year, and expectations that less milk will be produced as the year progresses, the price has been bid higher in response.

Second, the commodities for which milk is an input are being produced at a rate less than the previous year. While total cheese production in March is 13 percent higher than February, cumulative cheese output for 2001 is still 1.2 percent lower than the same January-March period of 2000. Butter production in March is 8 percent less than February, and cumulative production is down 12 percent from the period of the previous year. Production of dry milk products is also low relative to last year. As these commodity markets tighten, the price of milk will rise accordingly.

Forecasts made by the USDA World Agricultural Board have been adjusted recently to reflect these strong commodity prices. The 2000/01 all milk price is forecast at \$14.10 to \$14.30 per hundredweight, up from \$13.40 to \$13.70 per hundredweight from the previous estimate made in April. But production is expected to respond to these higher prices in a relatively quick fashion because the current downturn in production is due to low milk per cow numbers. Only a one percent decline in milk production is expected by the board.

Proposed Manufacturing Grade Milk Standards

Proposed changes in the Recommended Requirements for handling manufacturing grade milk have been made by USDA. The proposed changes to the "Milk for Manufacturing Purposes and Its Production and Processing" document have mainly to do with drug residue standards that were not consistent with the standards in place for Grade A milk. Send comments postmarked by June 19 to Duane R. Spomer, Chief, Dairy Standardization Branch, Dairy Programs, Agricultural Marketing Service, USDA Room 2746-SB, PO Box 96456, Washington D.C. 20090-6456 or faxed to (202) 720-2643. Go to www.ams.usda.gov/dairy_stand.htm for the current Recommended Requirements and the proposed changes.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - APRIL 2001

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	55.02%	4,675,487	\$1.6722	\$ 7,818,349.35
Class I Differential at Location				190,883.64
Class II Butterfat	30.80%	2,617,114	\$1.9553	5,117,243.02
Class III Butterfat	4.03%	342,169	\$1.9483	666,647.86
Class IV Butterfat	10.15%	862,469	\$1.9483	1,680,348.35
Total Butterfat	100.00%	8,497,239		\$ 15,473,472.22

Uniform Butterfat Price per lb. (Hillsborough County, Florida): \$1.8210

Calculation of Uniform Skim Milk Price:

Producer Milk	<u>Utilization</u>	<u>Pounds</u>	<u>Price per unit</u>	<u>Value</u>
Class I Skim Milk	88.81%	206,460,400	\$7.86 /cwt.	\$ 16,227,787.43
Class I Butterfat	55.02%	4,675,487	\$1.6722 /lb.	7,818,349.35
Class I Differential at Location		211,135,887		8,623,635.94
Total Class I Milk	87.63%	211,135,887		\$ 32,669,772.72
Class II Skim Milk	6.06%	14,084,241	\$8.56 /cwt.	\$ 1,205,611.02
Class II Butterfat	30.80%	2,617,114	\$1.9553 /lb.	5,117,243.02
Total Class II Milk	6.93%	16,701,355		\$ 6,322,854.04
Class III Skim Milk	2.65%	6,150,956	\$5.43 /cwt.	\$ 333,996.93
Class III Butterfat	4.03%	342,169	\$1.9483 /lb.	666,647.86
Total Class III Milk	2.69%	6,493,125		\$ 1,000,644.79
Class IV Skim Milk	2.48%	5,761,907	\$7.87 /cwt.	\$ 453,462.07
Class IV Butterfat	10.15%	862,469	\$1.9483 /lb.	1,680,348.35
Total Class IV Milk	2.75%	6,624,376		\$ 2,133,810.42
Producer Milk	100.00%	240,954,743		\$ 42,127,081.97

Adjustments

Overage and Other Source	\$ 14,741.03
Inventory Adjustments	2,561.67
Producer butterfat at uniform butterfat price	(15,473,472.22)
Location Adjustments to Producers	(188,558.11)
1/2 Unobligated Balance in P.S.F.	35,718.53

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 11.40771	\$ 26,518,072.87
	\$ 0.04771	110,900.41

Uniform Skim Milk Price per cwt. (Hillsborough County, Florida):

\$11.36

Uniform Price per cwt. (Hillsborough County, Florida)

\$17.34*

* At 3.5% butterfat test; for information purposes.

OTHER FEDERAL ORDERS: CLASS I AND UNIFORM PRICES (At 3.5% Butterfat)

MARKET NAME (Priced at)	CLASS I		UNIFORM		CLASS I %
	APR 2001	MAY 2001	MAR 2001	APR 2001	APR 2001
Appalachian (Charlotte)	\$ 16.54	\$ 17.31	\$ 15.16	\$ 15.84	55.18%
Arizona-Las Vegas (Phoenix)	\$ 15.79	\$ 16.56	\$ 13.31	\$ 14.07	29.05%
Central (Kansas City)	\$ 15.44	\$ 16.21	\$ 12.74	\$ 13.42	25.34%
Florida (Tampa)	\$ 17.44	\$ 18.21	\$ 16.69	\$ 17.34	87.63%
Mid-East (Cleveland)	\$ 15.44	\$ 16.21	\$ 13.24	\$ 13.94	40.10%
Northeast (Boston)	\$ 16.69	\$ 17.46	\$ 14.50	\$ 15.24	41.20%
Pacific Northwest (Seattle)	\$ 15.34	\$ 16.11	\$ 13.34	\$ 14.05	32.37%
Southeast (Atlanta)	\$ 16.54	\$ 17.31	\$ 14.92	\$ 15.57	55.73%
Southwest (Dallas)	\$ 16.44	\$ 17.21	\$ 14.18	\$ 14.91	47.38%
Upper Midwest (Chicago)	\$ 15.24	\$ 16.01	\$ 12.20	\$ 12.89	18.60%
Western (Salt Lake City)	\$ 15.34	\$ 16.11	\$ 12.89	\$ 13.41	23.98%

**FLORIDA MILK MARKETING AREA-FEDERAL ORDER 6
STATISTICAL SUMMARY**

Receipts:		APRIL 2001	APRIL 2000
Producer Milk			
Class I		211,135,887	211,666,293
Class II		16,701,355	19,073,008
Class III		6,493,125	6,152,996
Class IV		<u>5,624,376</u>	<u>21,993,864</u>
	Total Producer Milk	240,954,743	258,886,161
	Average Butterfat Test	3.53%	3.53%
	Percent of Producer Milk in Class I	87.63%	81.76%
	Daily Average Receipts	8,031,825	8,629,539
Other Source Milk			
Class I		5,412,690	3,909,842
Class II		11,819,299	10,617,542
Class III		1,067	0
Class IV		<u>1,872,841</u>	<u>1,755,412</u>
	Total Other Source Milk	19,105,897	16,282,796
Overage			
Class I		6786	0
Class II		0	0
Class III		0	0
Class IV		<u>26,855</u>	<u>25,794</u>
	Total Overage	33,641	25,794
Opening Inventory			
Class I		13,937,972	14,524,315
Class II		16,252	119,296
Class III		33,015	25,910
Class IV		<u>3,526,758</u>	<u>5,190,723</u>
	Total Opening Inventory	17,513,997	19,860,244
	Total Receipts	277,608,278	295,054,995
Utilization:			
Class I Utilization			
	Inventory of Packaged FMP	11,078,498	12,449,393
	Route Disposition Class I	216,485,312	215,167,370
	Shrinkage	2,287,607	1,892,089
	Transfers and Diversions to Nonpool	<u>641,918</u>	<u>591,598</u>
	Total Class I Utilization	230,493,335	230,100,450
	Average Butterfat Test	2.22%	2.17%
	Daily Average Utilization	7,683,111	7,670,015
Class II Utilization			
	Nonfluid Used To Produce	8,187,294	7,699,272
	Shrinkage	0	0
	Transfers and Diversions to Nonpool	3,829,716	6,028,403
	Used To Produce/Other Uses	<u>16,519,896</u>	<u>16,082,171</u>
	Total Class II Utilization	28,536,906	29,809,846
	Average Butterfat Test	9.53%	9.34%
Class III Utilization			
	Shrinkage	4,247,601	3,082,551
	Transfers and Diversions to Nonpool	937,731	1,946,330
	Used To Produce/Other Uses	<u>1,341,875</u>	<u>1,150,025</u>
	Total Class III Utilization	6,527,207	6,178,906
	Average Butterfat Test	5.26%	5.24%
Class IV Utilization			
	Inventory	8,375,473	9,776,787
	Nonfluid Used To Fortify	1,521,272	1,557,192
	Shrinkage	11	0
	Transfers and Diversions to Nonpool	<u>2,154,074</u>	<u>17,631,814</u>
	Total Class IV Utilization	12,050,830	28,965,793
	Average Butterfat Test	9.99%	6.58%
	Total Utilization	277,608,278	295,054,995

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in April 2001 is \$17.34 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$11.36 per hundredweight plus 3.5 times the uniform butterfat price of \$1.8210 per pound. Payment to producers may be adjusted by location differentials, if applicable, and by properly authorized deductions.

Uniform prices are the result of marketwide pooling; all producer milk was classified and priced according to the milk's use. In April, Class I use accounted for 88.81% of all producer skim milk (priced to handlers at \$7.86 per hundredweight, plus the Class I differential and 55.02% of producer butterfat (priced to handlers at \$1.6722 per pound plus Class I differential). Class II use accounted for 6.06% of all producer skim milk (\$8.56 per hundredweight) and 30.80% of producer butterfat (\$1.9553 per pound). Class III use accounted for 2.65% of all producer skim milk (\$5.43 per hundredweight) and 4.03% of producer butterfat (\$1.9483 per pound). Class IV use accounted for 2.48% of all producer skim milk (\$7.87 per hundredweight) and 10.15% of producer butterfat (\$1.9483 per pound).

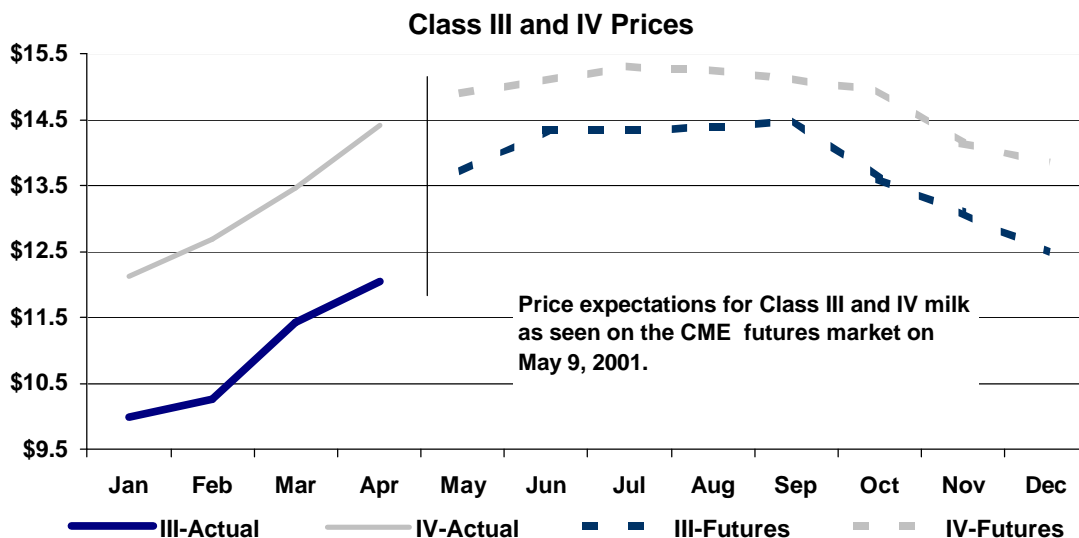
Receipts of producer milk during April 2001 totaled 240.9 million pounds, 17.9 million pounds less than was pooled in April of last year. Florida producers supplied 235.1 million pounds of milk in March 2001 to pool plants or 89.49% of the total producer milk pooled in Florida. In March 2000 Florida producers supplied 87.88% of the total producer milk pooled in the Florida market.

There were 12 regulated pool distributing plants and 2 cooperative associations submitting reports of receipts and utilization that were included in the computation of the uniform prices for April 2001. In-area Class I route disposition totaled 259.8 million pounds in March 2001, 5.3 million pounds more than last year. This represents a 4.4 percent increase after adjusting for calendar composition.

Packaged Class I Route Sales in Marketing Area

Product Description	Florida
	March 2001
Whole Milk	110,640,102
Fat Free Milk	38,603,147
Lowfat Milk (incl. 1%)	31,000,972
Reduced Fat Milk (incl. 2%)	60,136,830
Cultured Fluid Milk (incl. Buttermilk)	1,630,178
Flavored Drinks and Milk	17,786,265
Total Disposition in Marketing Area	259,797,494
Total Disposition by Pool Plants	236,835,147
Total Disposition by Nonpool Plants	22,962,347
Total Disposition in Marketing Area	259,797,494

This chart shows both the actual Class III and IV prices through April and the prices of futures contracts on Class III and IV milk as traded on the Chicago Mercantile Exchange for May through December. The upward trend, leveling off and then downswing in both III and IV is consistent with the following scenario: the current slowdown in production will soon



respond to higher price signals because most of the decline is due to milk per cow, which can adjust more quickly than cow numbers. These expectations have been rising steadily over the past few months, with the peak September Class III prices advancing from \$11.40 in January to nearly \$14.50 as of May 9. Similar movements have been seen in Class IV, when in January \$12.70 was the expected September price, which has since increase to over \$15.00.

FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

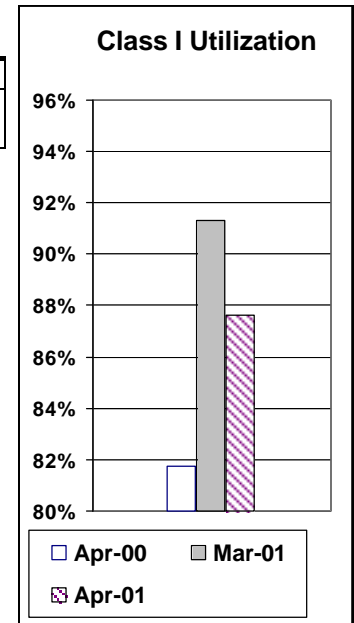
MONTH & YEAR	CLASS I*			CLASS II			CLASS III			CLASS IV			UNIFORM*		
	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform	Skim/cwt	Bfat/lb	Uniform
Jan 2000	\$11.72	\$1.0254	\$14.90	\$8.42	\$0.9436	\$11.43	\$7.02	\$0.9366	\$10.05	\$7.72	\$0.9366	\$10.73	\$11.32	\$0.9855	\$14.37
Feb	\$11.72	\$0.9702	\$14.71	\$8.42	\$0.9658	\$11.51	\$6.41	\$0.9588	\$9.54	\$7.71	\$0.9588	\$10.80	\$11.41	\$0.9673	\$14.40
Mar	\$11.71	\$1.0113	\$14.84	\$8.41	\$1.0261	\$11.71	\$6.19	\$1.0191	\$9.54	\$7.70	\$1.0191	\$11.00	\$11.30	\$1.0175	\$14.47
Apr	\$11.70	\$1.0389	\$14.93	\$8.40	\$1.1422	\$12.10	\$5.63	\$1.1352	\$9.41	\$7.68	\$1.1352	\$11.38	\$11.13	\$1.0897	\$14.55
May	\$11.70	\$1.1959	\$15.48	\$8.40	\$1.2924	\$12.63	\$5.05	\$1.2854	\$9.37	\$7.68	\$1.2854	\$11.91	\$11.18	\$1.2408	\$15.13
Jun	\$11.70	\$1.2595	\$15.70	\$8.40	\$1.4198	\$13.08	\$4.68	\$1.4128	\$9.46	\$7.70	\$1.4128	\$12.38	\$11.32	\$1.3282	\$15.57
Jul	\$11.71	\$1.4755	\$16.46	\$8.41	\$1.2761	\$12.58	\$6.44	\$1.2691	\$10.66	\$7.70	\$1.2691	\$11.87	\$11.31	\$1.3901	\$15.78
Aug	\$11.70	\$1.3313	\$15.95	\$8.40	\$1.2729	\$12.56	\$5.91	\$1.2659	\$10.13	\$7.71	\$1.2659	\$11.87	\$11.51	\$1.3058	\$15.68
Sep	\$11.70	\$1.2991	\$15.84	\$8.40	\$1.2777	\$12.58	\$6.54	\$1.2707	\$10.76	\$7.76	\$1.2707	\$11.94	\$11.48	\$1.2893	\$15.59
Oct	\$11.76	\$1.2966	\$15.89	\$8.46	\$1.2514	\$12.54	\$5.87	\$1.2444	\$10.02	\$7.73	\$1.2444	\$11.81	\$11.41	\$1.2758	\$15.48
Nov	\$11.74	\$1.2835	\$15.82	\$8.44	\$1.5815	\$13.68	\$3.17	\$1.5745	\$8.57	\$7.76	\$1.5745	\$13.00	\$11.36	\$1.4117	\$15.90
Dec	\$11.75	\$1.3683	\$16.13	\$8.45	\$1.6604	\$13.97	\$3.71	\$1.6534	\$9.37	\$7.75	\$1.6534	\$13.27	\$11.26	\$1.4959	\$16.10
Jan 2001	\$11.88	\$1.8644	\$17.99	\$8.58	\$1.2966	\$12.82	\$5.68	\$1.2896	\$9.99	\$ 7.89	\$1.2896	\$12.13	\$ 11.56	\$1.5988	\$16.75
Feb	\$11.89	\$1.2752	\$15.94	\$8.59	\$1.4696	\$13.43	\$5.34	\$1.4626	\$10.27	\$ 7.86	\$1.4626	\$12.70	\$ 11.54	\$1.3644	\$15.91
Mar	\$11.86	\$1.4883	\$16.65	\$8.56	\$1.6890	\$14.17	\$5.73	\$1.6820	\$11.42	\$ 7.85	\$1.6820	\$13.46	\$ 11.58	\$1.5768	\$16.69
Apr	\$11.86	\$1.7122	\$17.44	\$8.56	\$1.9553	\$15.10	\$5.43	\$1.9483	\$12.06	\$ 7.87	\$1.9483	\$14.41	\$ 11.36	\$1.8210	\$17.34
May	\$11.88	\$1.9287	\$18.21	\$8.58											

* Class I and uniform prices are at Fulton County (Atlanta), Georgia.

FEDERAL ORDER 6 - FLORIDA: POOLED RECEIPTS AND UTILIZATION OF PRODUCER MILK

MONTH AND YEAR	PRODUCER MILK 1,000 LBS.	NUMBER OF FARMS	CLASS I		CLASS II		CLASS III		CLASS IV	
			1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS
Jan 2000	255,525	250	224,785	87.97%	15,200	5.95%	7,712	3.02%	7,829	3.06%
Feb	243,677	250	220,592	90.53%	15,069	6.18%	5,204	2.14%	2,811	1.15%
Mar	270,661	244	236,388	87.34%	19,765	7.30%	5,144	1.90%	9,364	3.46%
Apr	258,886	250	211,666	81.75%	19,073	7.37%	6,153	2.38%	21,994	8.50%
May	254,692	245	214,790	84.34%	19,991	7.85%	5,968	2.34%	13,943	5.47%
Jun	228,335	245	202,603	88.74%	18,208	7.97%	4,434	1.94%	3,089	1.35%
Jul	225,202	310	199,325	88.51%	17,091	7.59%	5,293	2.35%	3,494	1.55%
Aug	220,189	318	202,356	91.91%	12,493	5.67%	3,788	1.72%	1,550	0.70%
Sep	203,778	309	186,789	91.66%	12,219	6.00%	3,448	1.69%	1,322	0.65%
Oct	221,324	311	198,743	89.79%	12,564	5.68%	5,772	2.61%	4,243	1.92%
Nov	231,820	306	208,965	90.14%	14,095	6.08%	4,249	1.83%	4,512	1.95%
Dec	253,076	307	218,778	86.45%	17,825	7.04%	6,525	2.58%	9,947	3.93%
Jan 2001	259,032	265	232,905	89.91%	16,619	6.42%	5,561	2.15%	3,947	1.52%
Feb	233,485	240	209,315	89.57%	16,832	7.20%	4,364	1.87%	3,170	1.36%
Mar	262,748	235	239,873	91.30%	17,686	6.73%	3,717	1.41%	1,472	0.56%
Apr	240,954	235**	211,136	87.63%	16,701	6.93%	6,493	2.69%	6,624	2.75%

** Estimated



Florida Marketing Area - Federal Order 6									
Pool and Payment Dates for the Pooling Periods May 2001 through July 2001									
Pool Month	Pool & Uniform Price Release Date	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	1st Advance Pay Due		2nd Advance Pay Due		Final Pay Due	
		All Funds	P/S	Coop	Non-member	Coop	Non-member	Coop	Non-member
May	6/11/01	6/12/01	6/13/01	5/21/01	5/21/01	6/4/01	6/5/01	6/13/01	6/14/01
June	7/11/01	7/12/01	7/13/01	6/19/01	6/20/01	7/5/01	7/5/01	7/13/01	7/16/01
July	8/11/01	8/13/01	8/14/01	7/19/01	7/20/01	8/6/01	8/6/01	8/14/01	8/15/01

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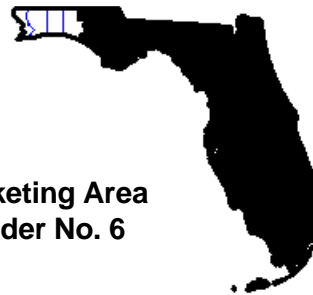
FEDERAL MILK MARKET ADMINISTRATOR
 U.S. DEPARTMENT OF AGRICULTURE
 P.O. BOX 1208
 NORCROSS, GEORGIA 30091-1208
Address Correction Requested



FLORIDA Fluid Milk Report

Sue L. Mosley
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

June 2001

Volume 2—No. 6

Butter/Powder Tilt Tilted

The U.S. Department of Agriculture announced that the Commodity Credit Corporation (CCC) will increase the price it pays for butter by 19.99 cents to \$0.8548 per pound, and decrease the price of nonfat dry milk (NFDM) by 10.32 cents to \$0.9000 per pound. These changes took effect May 31. The purchase prices for block Cheddar and barrel cheese remain unchanged at \$1.1314 and \$1.1014 per pound, respectively.

Cheese, butter and nonfat dry milk are purchased by CCC to provide a price support of \$9.90 per hundredweight of milk with an annual average milk fat content of 3.67 percent. The decision to change the butter and NFDM prices was based on an "accumulation of nonfat dry milk stocks in quantities well above USDA's ability to use the product; the level of expenditures to USDA, and significant market distortions". (See graphs of CCC NFDM stocks and world prices on page 4) Under the Milk Price Support Program the USDA may adjust the balance between the purchase prices of butter and NFDM twice each calendar year.

What might result from this change in the manner USDA supports the price of milk? Undoubtedly, the price of powder will decline and the question simply becomes how much will it decline. Some in the industry have assumed a full 10.32 cent drop in the NFDM price. This translates to a loss of approximately 90 cents on Class I, II and IV because Class IV is based on NFDM (and butter), Class II is driven by the Class IV price, and Class I is moved by the 'higher of' provision. However, the decline in the US powder price will be limited by the international price for powder, currently ranging between 93.0 and 99.8 cents per pound. A loss of between 75 and 15 cents on Class I, II and IV would occur if US prices aligned to these world prices.

In the long run, this tilt will make it more likely to see Class III become the Class I mover. This should improve the price signals being sent to producers by putting more emphasis on the Class III market, which was nearly four times as large as the Class IV market last year for all milk Federally regulated. It should also increase the competitiveness of NFDM in the world market and with imported milk protein concentrates here at home, creating potential outlets for nonfat dry milk in the future.

Uniform Rises, Commodity Prices Strong

The uniform price in Hillsborough County rose 88 cents in May to \$18.22 per hundredweight. Class I utilization rose to 90.40 percent, and both the uniform skim and butterfat prices were higher, although most the increase in the blend is due to the butterfat price. This is the third straight month of climbing prices, corresponding to the strength in commodity prices.

On the Chicago Mercantile Exchange, cheese and butter continue to remain significantly above last years prices. The average Grade AA butter price on the CME during May was \$1.87/lb., sixty three cents higher than May 2000. Similarly, both block and barrel Cheddar cheese prices averaged nearly fifty cents per pound more than a year ago. The first week of June saw this trend continue for butter and cheese. Look for nonfat dry milk prices to decline sometime after June 13, as a result of the butter/powder tilt. Any powder produced prior to May 31 and offered to CCC by June 13 is subject to the 1.0032 support price (1.0132 for fortified product), after which the new support prices take effect.

Appointments to Fluid Milk Promotion Board

Secretary of Agriculture Ann M. Veneman announced the appointment of five new members to the National Fluid Milk Processor Promotion Board, two of which will serve from regions representing the Southeastern states. Mary Williams from Athens, TN and John D. Robinson from Dallas, TX will serve 3-year terms on the board. The states of Georgia, North Carolina and South Carolina comprise Region 4 and Region 10 is the state of Texas.

Hearing on Pooling Concerns Set

A public hearing will be held on June 26 in Bloomington, MN to consider proposals that would prevent the pooling of milk on the Upper Midwest Federal milk marketing order that is already pooled on a State milk marketing order that has market wide pooling. Additionally, a proposal that would provide for separate pooling provisions for milk from areas outside of the states comprising the Upper Midwest order will also be considered. Details of the proposal are available in the June 11 *Federal Register* (http://www.access.gpo.gov/su_docs/aces/aces140.html) or from USDA/AMS/Dairy Programs, Room 2967, South Building, P.O. Box 96456, Washington, DC 20090-6456, (202) 690-1366.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - MAY 2001

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	56.65%	4,729,093	\$1.8887	\$ 8,931,837.95
Class I Differential at Location				193,244.08
Class II Butterfat	31.04%	2,591,152	\$2.1261	5,509,048.27
Class III Butterfat	4.33%	361,303	\$2.1191	765,637.19
Class IV Butterfat	7.98%	666,369	\$2.1191	1,412,102.56
Total Butterfat	100.00%	8,347,917		\$ 16,811,870.05

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$2.0139**

Calculation of Uniform Skim Milk Price:

Producer Milk	<u>Utilization</u>	<u>Pounds</u>	<u>Price per unit</u>	<u>Value</u>
Class I Skim Milk	91.64%	207,969,390	\$7.88 /cwt.	\$ 16,387,987.92
Class I Butterfat	56.65%	4,729,093	\$1.8887 /lb.	8,931,837.95
Class I Differential at Location		212,698,483		8,687,291.52
Total Class I Milk	90.40%	212,698,483		\$ 34,007,117.39
Class II Skim Milk	6.13%	13,905,012	\$8.58 /cwt.	\$ 1,193,050.04
Class II Butterfat	31.04%	2,591,152	\$2.1261 /lb.	5,509,048.27
Total Class II Milk	7.01%	16,496,164		\$ 6,702,098.31
Class III Skim Milk	2.10%	4,765,229	\$6.65 /cwt.	\$ 316,887.72
Class III Butterfat	4.33%	361,303	\$2.1191 /lb.	765,637.19
Total Class III Milk	2.18%	5,126,532		\$ 1,082,524.91
Class IV Skim Milk	0.13%	292,262	\$7.90 /cwt.	\$ 23,088.71
Class IV Butterfat	7.98%	666,369	\$2.1191 /lb.	1,412,102.56
Total Class IV Milk	0.41%	958,631		\$ 1,435,191.27
Producer Milk	100.00%	235,279,810		\$ 43,226,931.88

Adjustments

Overage and Other Source	\$ 67,310.64
Inventory Adjustments	(1,832.73)
Producer butterfat at uniform butterfat price	(16,811,870.05)
Location Adjustments to Producers	(177,961.27)
1/2 Unobligated Balance in P.S.F.	84,941.78

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 11.62795	\$ 26,387,520.25
	\$ 0.04795	108,807.03

Uniform Skim Milk Price per cwt. (Hillsborough County, Florida):

\$11.58

Uniform Price per cwt. (Hillsborough County, Florida)

\$18.22*

* At 3.5% butterfat test; for information purposes.

OTHER FEDERAL ORDERS: CLASS I AND UNIFORM PRICES (At 3.5% Butterfat)

MARKET NAME (Priced at)	CLASS I		UNIFORM		CLASS I %
	MAY 2001	JUN 2001	APR 2001	MAY 2001	MAY 2001
Appalachian (Charlotte)	\$ 17.31	\$ 18.09	\$ 15.84	\$ 16.77	58.01%
Arizona-Las Vegas (Phoenix)	\$ 16.56	\$ 17.34	\$ 14.07	\$ 15.11	28.58%
Central (Kansas City)	\$ 16.21	\$ 16.99	\$ 13.42	\$ 14.80	25.56%
Florida (Tampa)	\$ 18.21	\$ 18.99	\$ 17.34	\$ 18.22	90.40%
Midwest (Cleveland)	\$ 16.21	\$ 16.99	\$ 13.94	\$ 15.12	37.30%
Northeast (Boston)	\$ 17.46	\$ 18.24	\$ 15.24	\$ 16.32	41.10%
Pacific Northwest (Seattle)	\$ 16.11	\$ 16.89	\$ 14.05	\$ 15.12	27.74%
Southeast (Atlanta)	\$ 17.31	\$ 18.09	\$ 15.57	\$ 16.54	57.55%
Southwest (Dallas)	\$ 17.21	\$ 17.99	\$ 14.91	\$ 16.05	41.56%
Upper Midwest (Chicago)	\$ 16.01	\$ 16.79	\$ 12.89	\$ 14.50	20.70%
Western (Salt Lake City)	\$ 16.11	\$ 16.89	\$ 13.41	\$ 14.74	22.32%

**FLORIDA MILK MARKETING AREA-FEDERAL ORDER 6
STATISTICAL SUMMARY**

Receipts:	MAY 2001	MAY 2000
Producer Milk		
Class I	212,698,483	214,790,283
Class II	16,496,164	19,990,539
Class III	5,126,532	5,967,576
Class IV	958,631	13,943,447
	<u>235,279,810</u>	<u>254,691,845</u>
Total Producer Milk	235,279,810	254,691,845
Average Butterfat Test	3.55%	3.54%
Percent of Producer Milk in Class I	90.40%	84.33%
Daily Average Receipts	7,589,671	8,215,866
Other Source Milk		
Class I	5,555,208	4,616,194
Class II	0	11,738,424
Class III	11,727,160	0
Class IV	1,776,004	1,920,776
	<u>19,058,372</u>	<u>18,275,394</u>
Total Other Source Milk	19,058,372	18,275,394
Overage		
Class I	0	4,054
Class II	102,333	2,666
Class III	0	0
Class IV	30,698	2,270
	<u>133,031</u>	<u>8,990</u>
Total Overage	133,031	8,990
Opening Inventory		
Class I	11,078,498	12,449,393
Class II	297,283	34,741
Class III	1,173,052	1,585,807
Class IV	6,905,135	8,156,239
	<u>19,453,971</u>	<u>22,226,180</u>
Total Opening Inventory	19,453,971	22,226,180
	273,925,184	295,202,409
	Total Receipts	Total Receipts
Utilization:		
Class I Utilization		
Inventory of Packaged FMP	11,167,417	11,676,165
Route Disposition Class I	216,344,024	217,956,957
Shrinkage	1,076,667	1,483,516
Transfers and Diversions to Nonpool	744,081	743,286
	<u>229,332,189</u>	<u>231,859,924</u>
Total Class I Utilization	229,332,189	231,859,924
Average Butterfat Test	2.22%	2.23%
Daily Average Utilization	7,397,813	7,479,352
Class II Utilization		
Nonfluid Used To Produce	8,760,686	8,454,662
Shrinkage	0	0
Transfers and Diversions to Nonpool	3,571,083	6,665,577
Used To Produce/Other Uses	16,291,171	16,646,131
	<u>28,622,940</u>	<u>31,766,370</u>
Total Class II Utilization	28,622,940	31,766,370
Average Butterfat Test	9.60%	8.63%
Class III Utilization		
Shrinkage	3,367,075	3,224,727
Transfers and Diversions to Nonpool	1,519,002	3,059,693
Used To Produce/Other Uses	1,413,507	1,268,963
	<u>6,299,584</u>	<u>7,553,383</u>
Total Class III Utilization	6,299,584	7,553,383
Average Butterfat Test	5.90%	7.21%
Class IV Utilization		
Inventory	6,238,546	7,779,004
Nonfluid Used To Fortify	1,444,826	1,694,755
Shrinkage	0	20
Transfers and Diversions to Nonpool	1,987,099	14,548,953
	<u>9,670,471</u>	<u>24,022,732</u>
Total Class IV Utilization	9,670,471	24,022,732
Average Butterfat Test	11.39%	6.63%
	273,925,184	295,202,409
	Total Utilization	Total Utilization

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in May 2001 is \$18.22 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$11.58 per hundredweight plus 3.5 times the uniform butterfat price of \$2.0139 per pound. Payment to producers may be adjusted by location differentials, if applicable, and by properly authorized deductions.

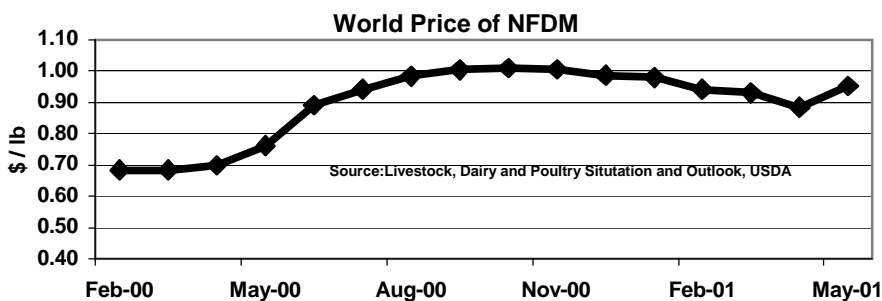
Uniform prices are the result of marketwide pooling; all producer milk was classified and priced according to the milk's use. In May, Class I use accounted for 91.64% of all producer skim milk (priced to handlers at \$7.88 per hundredweight, plus the Class I differential and 56.65% of producer butterfat (priced to handlers at \$1.8887 per pound plus Class I differential). Class II use accounted for 6.13% of all producer skim milk (\$8.58 per hundredweight) and 31.04% of producer butterfat (\$2.1261 per pound). Class III use accounted for 2.10% of all producer skim milk (\$6.65 per hundredweight) and 4.33% of producer butterfat (\$2.1191 per pound). Class IV use accounted for 0.13% of all producer skim milk (\$7.90 per hundredweight) and 7.98% of producer butterfat (\$2.1191 per pound).

Receipts of producer milk during May 2001 totaled 235.3 million pounds, 19.4 million pounds less than was pooled in May of last year. Florida producers supplied 217.2 million pounds of milk in April 2001 to pool plants or 90.16% of the total producer milk pooled in Florida. In April 2000 Florida producers supplied 86.95% of the total producer milk pooled in the Florida market.

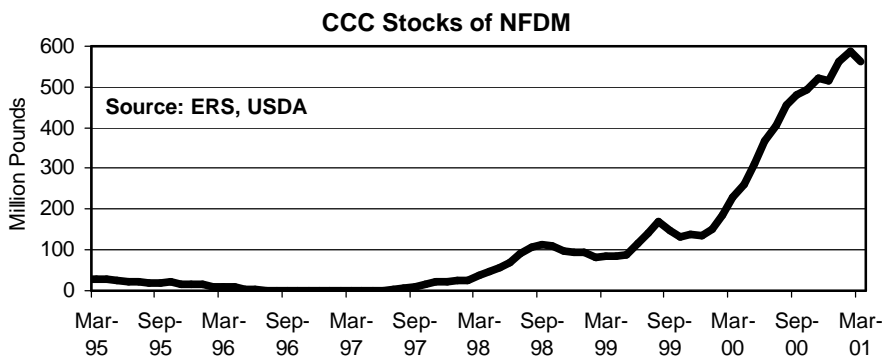
There were 12 regulated pool distributing plants and 2 cooperative associations submitting reports of receipts and utilization that were included in the computation of the uniform prices for May 2001. In-area Class I route disposition totaled 234.0 million pounds in April 2001, 3.6 million pounds more than last year. This represents a X.x percent increase after adjusting for calendar composition.

Packaged Class I Route Sales in Marketing Area

Product Description	Florida
	April 2001
Whole Milk	101,730,504
Fat Free Milk	34,951,694
Lowfat Milk (incl. 1%)	25,975,476
Reduced Fat Milk (incl. 2%)	54,394,647
Cultured Fluid Milk (incl. Buttermilk)	1,387,418
Flavored Drinks and Milk	15,598,292
Total Disposition in Marketing Area	234,038,031
Total Disposition by Pool Plants	213,650,023
Total Disposition by Nonpool Plants	20,388,008
Total Disposition in Marketing Area	234,038,031



The world price for nonfat dry milk will limit the decline in domestic prices resulting from the 'tilt' in the butter and powder support prices. Opportunities for expanded international trade may very well present themselves to domestic manufacturers. The graph shows world prices have spent much of the last twelve months above the newly issued NFDM purchase prices.



The second graph displays the fundamental problems with the relative butter and powder support prices; the accumulation of massive amounts of NFDM in government storage without any productive uses.

FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

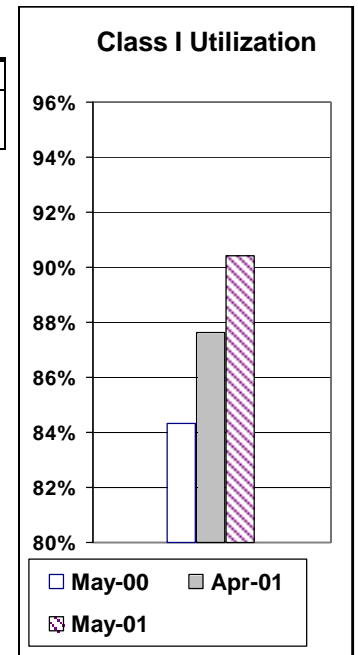
MONTH & YEAR	CLASS I*			CLASS II			CLASS III			CLASS IV			UNIFORM*		
	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5
Jan 2000	\$11.72	\$1.0254	\$14.90	\$8.42	\$0.9436	\$11.43	\$7.02	\$0.9366	\$10.05	\$7.72	\$0.9366	\$10.73	\$11.32	\$0.9855	\$14.37
Feb	\$11.72	\$0.9702	\$14.71	\$8.42	\$0.9658	\$11.51	\$6.41	\$0.9588	\$9.54	\$7.71	\$0.9588	\$10.80	\$11.41	\$0.9673	\$14.40
Mar	\$11.71	\$1.0113	\$14.84	\$8.41	\$1.0261	\$11.71	\$6.19	\$1.0191	\$9.54	\$7.70	\$1.0191	\$11.00	\$11.30	\$1.0175	\$14.47
Apr	\$11.70	\$1.0389	\$14.93	\$8.40	\$1.1422	\$12.10	\$5.63	\$1.1352	\$9.41	\$7.68	\$1.1352	\$11.38	\$11.13	\$1.0897	\$14.55
May	\$11.70	\$1.1959	\$15.48	\$8.40	\$1.2924	\$12.63	\$5.05	\$1.2854	\$9.37	\$7.68	\$1.2854	\$11.91	\$11.18	\$1.2408	\$15.13
Jun	\$11.70	\$1.2595	\$15.70	\$8.40	\$1.4198	\$13.08	\$4.68	\$1.4128	\$9.46	\$7.70	\$1.4128	\$12.38	\$11.32	\$1.3282	\$15.57
Jul	\$11.71	\$1.4755	\$16.46	\$8.41	\$1.2761	\$12.58	\$6.44	\$1.2691	\$10.66	\$7.70	\$1.2691	\$11.87	\$11.31	\$1.3901	\$15.78
Aug	\$11.70	\$1.3313	\$15.95	\$8.40	\$1.2729	\$12.56	\$5.91	\$1.2659	\$10.13	\$7.71	\$1.2659	\$11.87	\$11.51	\$1.3058	\$15.68
Sep	\$11.70	\$1.2991	\$15.84	\$8.40	\$1.2777	\$12.58	\$6.54	\$1.2707	\$10.76	\$7.76	\$1.2707	\$11.94	\$11.48	\$1.2893	\$15.59
Oct	\$11.76	\$1.2966	\$15.89	\$8.46	\$1.2514	\$12.54	\$5.87	\$1.2444	\$10.02	\$7.73	\$1.2444	\$11.81	\$11.41	\$1.2758	\$15.48
Nov	\$11.74	\$1.2835	\$15.82	\$8.44	\$1.5815	\$13.68	\$3.17	\$1.5745	\$8.57	\$7.76	\$1.5745	\$13.00	\$11.36	\$1.4117	\$15.90
Dec	\$11.75	\$1.3683	\$16.13	\$8.45	\$1.6604	\$13.97	\$3.71	\$1.6534	\$9.37	\$7.75	\$1.6534	\$13.27	\$11.26	\$1.4959	\$16.10
Jan 2001	\$11.88	\$1.8644	\$17.99	\$8.58	\$1.2966	\$12.82	\$5.68	\$1.2896	\$9.99	\$ 7.89	\$1.2896	\$12.13	\$ 11.56	\$1.5988	\$16.75
Feb	\$11.89	\$1.2752	\$15.94	\$8.59	\$1.4696	\$13.43	\$5.34	\$1.4626	\$10.27	\$ 7.86	\$1.4626	\$12.70	\$ 11.54	\$1.3644	\$15.91
Mar	\$11.86	\$1.4883	\$16.65	\$8.56	\$1.6890	\$14.17	\$5.73	\$1.6820	\$11.42	\$ 7.85	\$1.6820	\$13.46	\$ 11.58	\$1.5768	\$16.69
Apr	\$11.86	\$1.7122	\$17.44	\$8.56	\$1.9553	\$15.10	\$5.43	\$1.9483	\$12.06	\$ 7.87	\$1.9483	\$14.41	\$ 11.36	\$1.8210	\$17.34
May	\$11.88	\$1.9287	\$18.21	\$8.58	\$2.1261	\$15.72	\$6.65	\$2.1191	\$13.83	\$ 7.90	\$2.1191	\$15.04	\$ 11.58	\$2.0139	\$18.22
Jun	\$11.90	\$2.1433	\$18.99	\$8.60											

* Class I and uniform prices are at Hillsborough County (Tampa), Florida.

FEDERAL ORDER 6 - FLORIDA: POOLED RECEIPTS AND UTILIZATION OF PRODUCER MILK

MONTH AND YEAR	PRODUCER MILK 1,000 LBS.	NUMBER OF FARMS	CLASS I		CLASS II		CLASS III		CLASS IV	
			1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS
Jan 2000	255,525	250	224,785	87.97%	15,200	5.95%	7,712	3.02%	7,829	3.06%
Feb	243,677	250	220,592	90.53%	15,069	6.18%	5,204	2.14%	2,811	1.15%
Mar	270,661	244	236,388	87.34%	19,765	7.30%	5,144	1.90%	9,364	3.46%
Apr	258,886	250	211,666	81.75%	19,073	7.37%	6,153	2.38%	21,994	8.50%
May	254,692	245	214,790	84.34%	19,991	7.85%	5,968	2.34%	13,943	5.47%
Jun	228,335	245	202,603	88.74%	18,208	7.97%	4,434	1.94%	3,089	1.35%
Jul	225,202	310	199,325	88.51%	17,091	7.59%	5,293	2.35%	3,494	1.55%
Aug	220,189	318	202,356	91.91%	12,493	5.67%	3,788	1.72%	1,550	0.70%
Sep	203,778	309	186,789	91.66%	12,219	6.00%	3,448	1.69%	1,322	0.65%
Oct	221,324	311	198,743	89.79%	12,564	5.68%	5,772	2.61%	4,243	1.92%
Nov	231,820	306	208,965	90.14%	14,095	6.08%	4,249	1.83%	4,512	1.95%
Dec	253,076	307	218,778	86.45%	17,825	7.04%	6,525	2.58%	9,947	3.93%
Jan 2001	259,032	265	232,905	89.91%	16,619	6.42%	5,561	2.15%	3,947	1.52%
Feb	233,485	240	209,315	89.57%	16,832	7.20%	4,364	1.87%	3,170	1.36%
Mar	262,748	235	239,873	91.30%	17,686	6.73%	3,717	1.41%	1,472	0.56%
Apr	240,954	229	211,136	87.63%	16,701	6.93%	6,493	2.69%	6,624	2.75%
May	235,280	230**	212,698	90.40%	16,496	7.01%	5,127	2.18%	959	0.41%

** Estimated



Florida Marketing Area - Federal Milk Order 6

Pool and Payment Dates For the Pooling Periods June 2001 through August 2001

Pool Month	Pool & Uniform Price Release Date	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	1st Advance Pay Due		2nd Advance Pay Due		Final Pay Due	
		All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
June	07/11/01	07/12/01	07/13/01	06/19/01	06/20/01	07/05/01	07/05/01	07/13/01	07/16/01
July	08/11/01	08/13/01	08/14/01	07/19/01	07/20/01	08/06/01	08/06/01	08/14/01	08/15/01
August	09/11/01	09/12/01	09/13/01	08/20/01	08/20/01	09/04/01	09/05/01	09/13/01	09/14/01

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FEDERAL MILK MARKET ADMINISTRATOR
 U.S. DEPARTMENT OF AGRICULTURE
 P.O. BOX 1208
 NORCROSS, GEORGIA 30091-1208

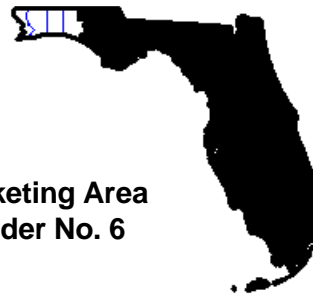
Address Correction Requested

JUNE IS DAIRY MONTH

FLORIDA Fluid Milk Report

Sue L. Mosley
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

July 2001

Volume 2—No. 7

Mushroom Check Off Struck Down

In a 6-3 ruling on June 25, the U.S. Supreme Court agreed with United Foods, Inc. that compulsory payments to a mushroom check off program for the sole purpose of generic advertising violated the company's First Amendment right to free speech. In delivering the ruling, Justice Anthony M. Kennedy stated "Just as the First Amendment may prevent the government from prohibiting free speech, the amendment may prevent the government from compelling individuals to express certain views, or from compelling certain individuals to pay subsidies for speech to which they object."

What does this case about mushrooms have to do with dairy? Some see the potential for legal challenges to the compulsory funding of the two generic dairy advertising programs, the National Fluid Milk Processor Promotion Program and National Dairy Promotion and Research Program. The former assesses 20 cents per hundredweight on all fluid milk processed (to be paid by processors) and the latter collects 15 cents per hundredweight from dairy farmers on all commercially marketed milk. The legal hurdle these check off programs must clear has been better defined, yet questions of their constitutionality still linger. In his dissenting opinion, Justice Stephen G. Breyer, wrote that the mushroom marketing order "does not compel speech itself; it compels the payment of money. Money and speech are not identical..." USDA has not issued a statement regarding this issue.

Tilt's Effects Are A Mixed Bag

The markets seemed to be confused about how to react to USDA's decision to lower the support price on nonfat dry milk. CME cash prices have yet to move from their pre-tilt \$1.03 per pound price (for Extra Grade NFDM). The NASS survey prices remained firm for most of the month of June, until the last week in which the price fell to \$0.964 per pound. Also, all sales to the CCC at the new support price ceased until late in the month. NFDM offers to the CCC have continued on into July at the new \$0.90 support price. It remains to be seen whether the CME or NASS survey prices will fall closer to the support, or if international demand and the U.S. milk production situation will keep the domestic supply and demand in an above support equilibrium.

Uniform Price Continues to Climb

June's uniform price in Hillsborough County, FL increased 67 cents per hundredweight from May. Class I utilization was also up nearly one percent over the previous month at 91.28 percent. This utilization change is most likely due to the significantly smaller amount of milk pooled, as well as seasonal and calendar composition factors.

On the Chicago Mercantile Exchange, product prices remained strong. Butter's monthly average price was \$1.9783 per pound, an increase of \$0.1070 over last month and an increase of \$0.7343 over June of 2000. We find a similar story for both Cheddar cheese barrel and blocks. June cheese prices for both were over \$0.40 higher than the same time last year, and about a nickel above the previous month. The first week of July shows prices holding or slightly higher for cheese, while butter fell to \$1.8000 by July 12th. Much of the decline in butter prices may have resulted from USDA's Cold Storage Report of total end of month US stocks of butter, which rose 26% between April and May. CME prices are available at <http://www.ams.usda.gov/dairy/mnacs/average.htm>, while the Cold Storage Report can be found at <http://usda.mannlib.cornell.edu/reports/nassr/other/pcs-bb/>.

National Dairy Situation

National Agricultural Statistics Service (NASS) estimates U.S. milk production in May at 14.63 billion pounds, down 1.1 percent from a year ago and cumulatively down 2.4 from 2000. The decline in cow numbers has slowed, but the expected recovery in milk per cow continues to limit milk production growth. Total cheese output (excluding cottage cheese) was 707 million pounds, 3.1 percent below May 2000 but 4.8 percent above April 2001. Through May of this year, total cheese production has lagged last year's output by an estimated 1.9 percent. Butter production was 111 million pounds in May, 1.6 percent above May 2000 and 4.4 percent above April 2001. Year to date output (through May) of the nations butter churns has been 8.5 percent less than the same time period last year. Combine these lower product quantities with moderately strong demand seen thus far in 2001, and the strength in commodity prices is more easily understood.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - JUNE 2001

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	58.64%	4,615,714	\$2.1033	\$ 9,708,231.24
Class I Differential at Location				188,572.11
Class II Butterfat	32.33%	2,545,252	\$2.2159	5,640,023.90
Class III Butterfat	4.63%	364,518	\$2.2089	805,183.81
Class IV Butterfat	4.40%	346,520	\$2.2089	765,428.03
Total Butterfat	100.00%	7,872,004		\$ 17,107,439.09

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$2.1732**

Calculation of Uniform Skim Milk Price:

Producer Milk	<u>Utilization</u>	<u>Pounds</u>	<u>Price per unit</u>	<u>Value</u>
Class I Skim Milk	92.48%	198,105,775	\$7.90 /cwt.	\$ 15,650,356.23
Class I Butterfat	58.64%	4,615,714	\$2.1033 /lb.	9,708,231.24
Class I Differential at Location		202,721,489		8,277,933.32
Total Class I Milk	91.28%	202,721,489		\$ 33,636,520.79
Class II Skim Milk	6.05%	12,957,937	\$8.60 /cwt.	\$ 1,114,382.59
Class II Butterfat	32.33%	2,545,252	\$2.2159 /lb.	5,640,023.90
Total Class II Milk	6.98%	15,503,189		\$ 6,754,406.49
Class III Skim Milk	1.46%	3,134,383	\$7.55 /cwt.	\$ 236,645.93
Class III Butterfat	4.63%	364,518	\$2.2089 /lb.	805,183.81
Total Class III Milk	1.58%	3,498,901		\$ 1,041,829.74
Class IV Skim Milk	0.01%	19,223	\$7.87 /cwt.	\$ 1,512.85
Class IV Butterfat	4.40%	346,520	\$2.2089 /lb.	765,428.03
Total Class IV Milk	0.16%	365,743		\$ 766,940.88
Producer Milk	100.00%	222,089,322		\$ 42,199,697.90

Adjustments

Overage and Other Source	\$ 121,690.10
Inventory Adjustments	5,123.43
Producer butterfat at uniform butterfat price	(17,107,439.09)
Location Adjustments to Producers	(165,623.09)
1/2 Unobligated Balance in P.S.F.	81,476.75

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 11.73338	\$ 25,134,926.00
	\$ 0.04338	92,921.52

Uniform Skim Milk Price per cwt. (Hillsborough County, Florida):

\$11.69

Uniform Price per cwt. (Hillsborough County, Florida)

\$18.89*

* At 3.5% butterfat test; for information purposes.

OTHER FEDERAL ORDERS: CLASS I AND UNIFORM PRICES (At 3.5% Butterfat)

MARKET NAME (Priced at)	CLASS I		UNIFORM		CLASS I %
	JUNE 2001	JULY 2001	MAY 2001	JUNE 2001	JUNE 2001
Appalachian (Charlotte)	\$ 18.09	\$ 18.09	\$ 16.77	\$ 17.33	58.22%
Arizona-Las Vegas (Phoenix)	\$ 17.34	\$ 17.34	\$ 15.11	\$ 15.88	29.04%
Central (Kansas City)	\$ 16.99	\$ 16.99	\$ 14.80	\$ 15.79	23.90%
Florida (Tampa)	\$ 18.99	\$ 18.99	\$ 18.22	\$ 18.89	91.28%
Midwest (Cleveland)	\$ 16.99	\$ 16.99	\$ 15.12	\$ 15.97	32.10%
Northeast (Boston)	\$ 18.24	\$ 18.24	\$ 16.32	\$ 17.08	40.70%
Pacific Northwest (Seattle)	\$ 16.89	\$ 16.89	\$ 15.12	\$ 15.78	26.62%
Southeast (Atlanta)	\$ 18.09	\$ 18.09	\$ 16.54	\$ 17.28	60.27%
Southwest (Dallas)	\$ 17.99	\$ 17.99	\$ 16.05	\$ 16.85	41.10%
Upper Midwest (Chicago)	\$ 16.79	\$ 16.79	\$ 14.50	\$ 15.52	19.80%
Western (Salt Lake City)	\$ 16.89	\$ 16.89	\$ 14.74	\$ 15.67	17.32%

**FLORIDA MILK MARKETING AREA-FEDERAL ORDER 6
STATISTICAL SUMMARY**

Receipts:	JUNE 2001	JUNE 2000
Producer Milk		
Class I	202,721,489	202,602,886
Class II	15,503,189	18,208,245
Class III	3,498,901	4,434,152
Class IV	365,743	3,089,297
	<u>222,089,322</u>	<u>228,334,580</u>
Average Butterfat Test	3.54%	3.55%
Percent of Producer Milk in Class I	91.28%	88.73%
Daily Average Receipts	7,402,977	7,611,153
Other Source Milk		
Class I	5,645,428	5,301,676
Class II	10,754,942	12,247,435
Class III	36,786	1,872
Class IV	1,670,032	1,786,295
	<u>18,107,188</u>	<u>19,337,278</u>
Overage		
Class I	1,204	5,444
Class II	84,219	61,459
Class III	223,675	0
Class IV	79,191	3,923
	<u>388,289</u>	<u>70,826</u>
Opening Inventory		
Class I	11,167,004	11,676,165
Class II	625,237	686,673
Class III	2,391,376	992,263
Class IV	3,221,933	6,100,068
	<u>17,405,550</u>	<u>19,455,169</u>
Total Receipts	257,990,349	267,197,853
Utilization:		
Class I Utilization		
Inventory of Packaged FMP	11,866,920	12,970,825
Route Disposition Class I	206,194,102	204,617,256
Shrinkage	835,945	1,281,966
Transfers and Diversions to Nonpool	638,158	716,124
	<u>219,535,125</u>	<u>219,586,171</u>
Total Class I Utilization	2.28%	2.28%
Average Butterfat Test	7,317,838	7,319,539
Daily Average Utilization		
Class II Utilization		
Nonfluid Used To Produce	7,487,222	11,986,913
Shrinkage	0	0
Transfers and Diversions to Nonpool	3,860,056	9,311,736
Used To Produce/Other Uses	15,620,309	12,905,163
	<u>26,967,587</u>	<u>31,203,812</u>
Total Class II Utilization	9.86%	8.90%
Average Butterfat Test		
Class III Utilization		
Shrinkage	3,501,928	3,533,231
Transfers and Diversions to Nonpool	1,237,466	684,260
Used To Produce/Other Uses	1,411,344	1,210,796
	<u>6,150,738</u>	<u>5,428,287</u>
Total Class III Utilization	6.51%	4.71%
Average Butterfat Test		
Class IV Utilization		
Inventory	2,709,019	5,923,429
Nonfluid Used To Fortify	1,347,473	1,451,234
Shrinkage	0	0
Transfers and Diversions to Nonpool	1,280,407	3,604,920
	<u>5,336,899</u>	<u>10,979,583</u>
Total Class IV Utilization	13.62%	10.01%
Average Butterfat Test		
Total Utilization	257,990,349	267,197,853

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in June 2001 is \$18.89 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$11.69 per hundredweight plus 3.5 times the uniform butterfat price of \$2.1732 per pound. Payment to producers may be adjusted by location differentials, if applicable, and by properly authorized deductions.

Uniform prices are the result of marketwide pooling; all producer milk was classified and priced according to the milk's use. In June, Class I use accounted for 92.48% of all producer skim milk (priced to handlers at \$7.90 per hundredweight, plus the Class I differential and 58.64% of producer butterfat (priced to handlers at \$2.1033 per pound plus Class I differential). Class II use accounted for 6.05% of all producer skim milk (\$8.60 per hundredweight) and 32.33% of producer butterfat (\$2.2159 per pound). Class III use accounted for 1.46% of all producer skim milk (\$7.55 per hundredweight) and 4.63% of producer butterfat (\$2.2089 per pound). Class IV use accounted for 0.01% of all producer skim milk (\$7.87 per hundredweight) and 4.40% of producer butterfat (\$2.2089 per pound).

Receipts of producer milk during June 2001 totaled 222.1 million pounds, 6.2 million pounds less than was pooled in June of last year. Florida producers supplied 217.9 million pounds of milk in May 2001 to pool plants or 92.63% of the total producer milk pooled in Florida. In May 2000 Florida producers supplied 87.81% of the total producer milk pooled in the Florida market.

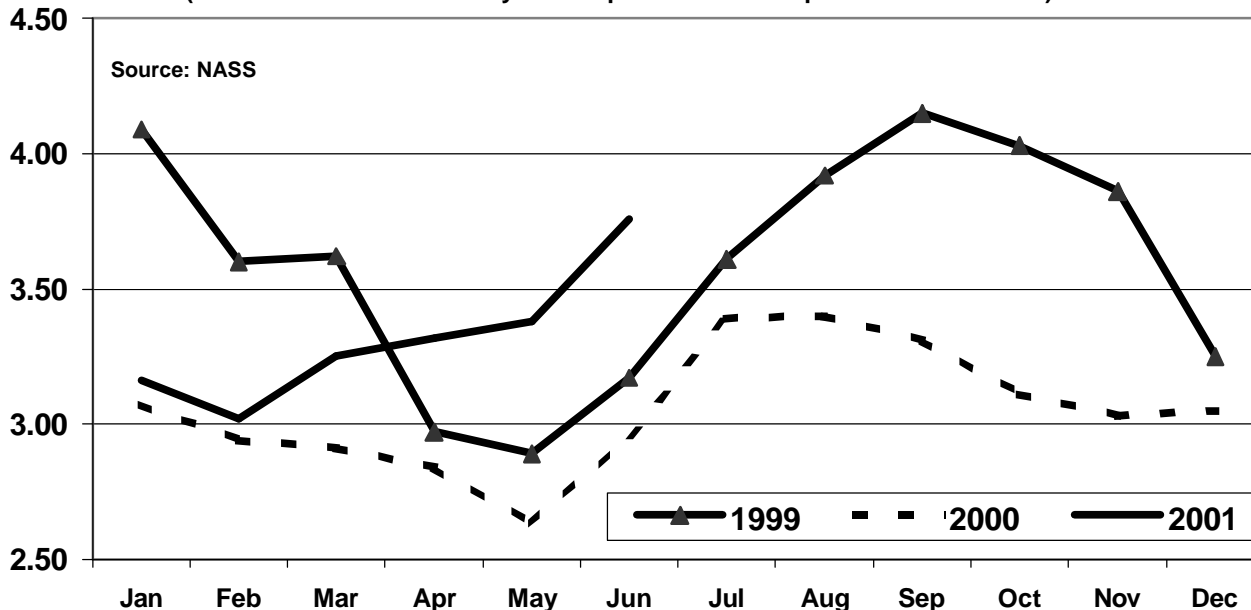
There were 12 regulated pool distributing plants and 2 cooperative associations submitting reports of receipts and utilization that were included in the computation of the uniform prices for June 2001. In-area Class I route disposition totaled 232.5 million pounds in May 2001, 0.7 million pounds less than last year. This represents a 0.82 percent decrease after adjusting for calendar composition.

Packaged Class I Route Sales in Marketing Area

Product Description	Florida MAY 2001
Whole Milk	102,790,720
Fat Free Milk	33,610,560
Lowfat Milk (incl. 1%)	25,794,304
Reduced Fat Milk (incl. 2%)	52,615,261
Cultured Fluid Milk (incl. Buttermilk)	1,417,078
Flavored Drinks and Milk	16,253,758
Total Disposition in Marketing Area	232,481,681
Total Disposition by Pool Plants	211,978,969
Total Disposition by Nonpool Plants	20,502,712
Total Disposition in Marketing Area	232,481,681

Milk-Feed Price Ratio

(Pounds of 16% Mixed Dairy Feed equal in value to 1 pound of Whole Milk)



FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

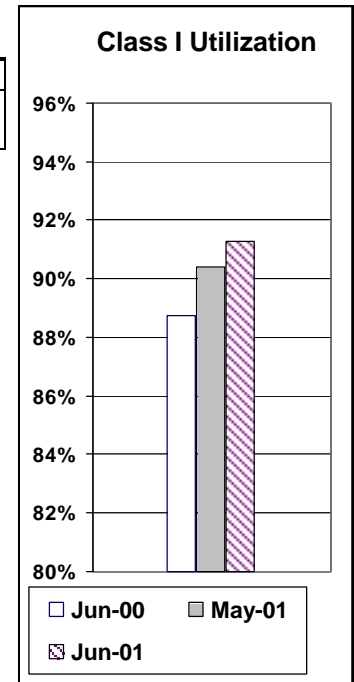
MONTH & YEAR	CLASS I*			CLASS II			CLASS III			CLASS IV			UNIFORM*		
	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5
Jan 2000	\$11.72	\$1.0254	\$14.90	\$8.42	\$0.9436	\$11.43	\$7.02	\$0.9366	\$10.05	\$7.72	\$0.9366	\$10.73	\$11.32	\$0.9855	\$14.37
Feb	\$11.72	\$0.9702	\$14.71	\$8.42	\$0.9658	\$11.51	\$6.41	\$0.9588	\$9.54	\$7.71	\$0.9588	\$10.80	\$11.41	\$0.9673	\$14.40
Mar	\$11.71	\$1.0113	\$14.84	\$8.41	\$1.0261	\$11.71	\$6.19	\$1.0191	\$9.54	\$7.70	\$1.0191	\$11.00	\$11.30	\$1.0175	\$14.47
Apr	\$11.70	\$1.0389	\$14.93	\$8.40	\$1.1422	\$12.10	\$5.63	\$1.1352	\$9.41	\$7.68	\$1.1352	\$11.38	\$11.13	\$1.0897	\$14.55
May	\$11.70	\$1.1959	\$15.48	\$8.40	\$1.2924	\$12.63	\$5.05	\$1.2854	\$9.37	\$7.68	\$1.2854	\$11.91	\$11.18	\$1.2408	\$15.13
Jun	\$11.70	\$1.2595	\$15.70	\$8.40	\$1.4198	\$13.08	\$4.68	\$1.4128	\$9.46	\$7.70	\$1.4128	\$12.38	\$11.32	\$1.3282	\$15.57
Jul	\$11.71	\$1.4755	\$16.46	\$8.41	\$1.2761	\$12.58	\$6.44	\$1.2691	\$10.66	\$7.70	\$1.2691	\$11.87	\$11.31	\$1.3901	\$15.78
Aug	\$11.70	\$1.3313	\$15.95	\$8.40	\$1.2729	\$12.56	\$5.91	\$1.2659	\$10.13	\$7.71	\$1.2659	\$11.87	\$11.51	\$1.3058	\$15.68
Sep	\$11.70	\$1.2991	\$15.84	\$8.40	\$1.2777	\$12.58	\$6.54	\$1.2707	\$10.76	\$7.76	\$1.2707	\$11.94	\$11.48	\$1.2893	\$15.59
Oct	\$11.76	\$1.2966	\$15.89	\$8.46	\$1.2514	\$12.54	\$5.87	\$1.2444	\$10.02	\$7.73	\$1.2444	\$11.81	\$11.41	\$1.2758	\$15.48
Nov	\$11.74	\$1.2835	\$15.82	\$8.44	\$1.5815	\$13.68	\$3.17	\$1.5745	\$8.57	\$7.76	\$1.5745	\$13.00	\$11.36	\$1.4117	\$15.90
Dec	\$11.75	\$1.3683	\$16.13	\$8.45	\$1.6604	\$13.97	\$3.71	\$1.6534	\$9.37	\$7.75	\$1.6534	\$13.27	\$11.26	\$1.4959	\$16.10
Jan 2001	\$11.88	\$1.8644	\$17.99	\$8.58	\$1.2966	\$12.82	\$5.68	\$1.2896	\$9.99	\$ 7.89	\$1.2896	\$12.13	\$ 11.56	\$1.5988	\$16.75
Feb	\$11.89	\$1.2752	\$15.94	\$8.59	\$1.4696	\$13.43	\$5.34	\$1.4626	\$10.27	\$ 7.86	\$1.4626	\$12.70	\$ 11.54	\$1.3644	\$15.91
Mar	\$11.86	\$1.4883	\$16.65	\$8.56	\$1.6890	\$14.17	\$5.73	\$1.6820	\$11.42	\$ 7.85	\$1.6820	\$13.46	\$ 11.58	\$1.5768	\$16.69
Apr	\$11.86	\$1.7122	\$17.44	\$8.56	\$1.9553	\$15.10	\$5.43	\$1.9483	\$12.06	\$ 7.87	\$1.9483	\$14.41	\$ 11.36	\$1.8210	\$17.34
May	\$11.88	\$1.9287	\$18.21	\$8.58	\$2.1261	\$15.72	\$6.65	\$2.1191	\$13.83	\$ 7.90	\$2.1191	\$15.04	\$ 11.58	\$2.0139	\$18.22
June	\$11.90	\$2.1433	\$18.99	\$8.60	\$2.2159	\$16.05	\$7.55	\$2.2089	\$15.02	\$ 7.87	\$2.2089	\$15.33	\$ 11.69	\$2.1732	\$18.89
July	\$11.88	\$2.2504	\$19.34	\$8.58											

* Class I and uniform prices are at Hillsborough County (Tampa), Florida.

FEDERAL ORDER 6 - FLORIDA: POOLED RECEIPTS AND UTILIZATION OF PRODUCER MILK

MONTH AND YEAR	PRODUCER MILK 1,000 LBS.	NUMBER OF FARMS	CLASS I		CLASS II		CLASS III		CLASS IV	
			1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS
Jan 2000	255,525	250	224,785	87.97%	15,200	5.95%	7,712	3.02%	7,829	3.06%
Feb	243,677	250	220,592	90.53%	15,069	6.18%	5,204	2.14%	2,811	1.15%
Mar	270,661	244	236,388	87.34%	19,765	7.30%	5,144	1.90%	9,364	3.46%
Apr	258,886	250	211,666	81.75%	19,073	7.37%	6,153	2.38%	21,994	8.50%
May	254,692	245	214,790	84.34%	19,991	7.85%	5,968	2.34%	13,943	5.47%
Jun	228,335	245	202,603	88.74%	18,208	7.97%	4,434	1.94%	3,089	1.35%
Jul	225,202	310	199,325	88.51%	17,091	7.59%	5,293	2.35%	3,494	1.55%
Aug	220,189	318	202,356	91.91%	12,493	5.67%	3,788	1.72%	1,550	0.70%
Sep	203,778	309	186,789	91.66%	12,219	6.00%	3,448	1.69%	1,322	0.65%
Oct	221,324	311	198,743	89.79%	12,564	5.68%	5,772	2.61%	4,243	1.92%
Nov	231,820	306	208,965	90.14%	14,095	6.08%	4,249	1.83%	4,512	1.95%
Dec	253,076	307	218,778	86.45%	17,825	7.04%	6,525	2.58%	9,947	3.93%
Jan 2001	259,032	265	232,905	89.91%	16,619	6.42%	5,561	2.15%	3,947	1.52%
Feb	233,485	240	209,315	89.57%	16,832	7.20%	4,364	1.87%	3,170	1.36%
Mar	262,748	235	239,873	91.30%	17,686	6.73%	3,717	1.41%	1,472	0.56%
Apr	240,954	229	211,136	87.63%	16,701	6.93%	6,493	2.69%	6,624	2.75%
May	235,280	224	212,698	90.40%	16,496	7.01%	5,127	2.18%	959	0.41%
June	222,089	230**	202,721	91.28%	15,503	6.98%	3,499	1.58%	366	0.16%

** Estimated



**Florida Marketing Area - Federal Milk Order 6
Pool and Payment Dates For the Pooling Periods July 2001
through September 2001**

Pool Month	Pool & Uniform Price Release Date	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	2nd Advance Pay Due				Final Pay Due	
		All Funds	P/S	1st Advance Pay Due	Coop	Non - member	Coop	Non - member	Coop
July	08/11/01	08/13/01	08/14/01	07/19/01	07/20/01	08/06/01	08/06/01	08/14/01	08/15/01
August	09/11/01	09/12/01	09/13/01	08/20/01	08/20/01	09/04/01	09/05/01	09/13/01	09/14/01
September	10/11/01	10/12/01	10/15/01	09/19/01	09/20/01	10/04/01	10/05/01	10/15/01	10/16/01

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To file a complaint, write USDA, Director, Office of Civil Rights; Room 326W, Jamie L. Whitten Building; 14th and Independence; Washington, D.C. 20 250-9410, or call (202) 720 -5964 (voice and TDD). USDA is an equal opportunity provider and employer.

FEDERAL MILK MARKET ADMINISTRATOR
U.S. DEPARTMENT OF AGRICULTURE
P.O. BOX 1208
NORCROSS, GEORGIA 30091-1208

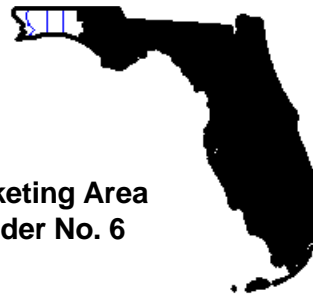
Address Correction Requested



FLORIDA Fluid Milk Report

Sue L. Mosley
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

August 2001

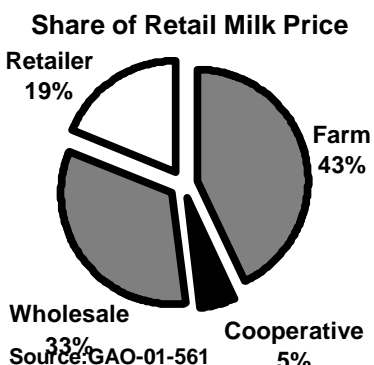
Volume 2—No. 8

WTO Victory for Dairy Industry

The World Trade Organization's dispute settlement panel ruled on July 12 that Canadian dairy export subsidies constitute a violation of WTO rules. The panel stated Canadian remedies addressing previous trade violations were insufficient in this latest complaint brought by both the US and New Zealand. The US estimates Canadian export subsidies cost American dairy farmers and processors up to \$35 million per year. Canada has 60 days to appeal this decision, which could allow the US to impose retaliatory trade sanctions on a variety of Canadian products. See www.wto.org for additional details on the ruling.

Study Shows Greater Farm-To-Retail Price Spread

The General Accounting Office (GAO) recently released a follow-up to their 1998 study of dairy industry prices for fluid milk. The chart at left displays the average share of the retail price of a gallon of 2% milk between marketing levels, for the US as a whole. The previous study showed that during January 1996 through February 1998 US farms held a 42% share of the retail milk price, wholesalers 31%, retailers 17% and cooperatives 10%. The coop share was overestimated, as costs such as hauling were included in its share. It would seem farms actually fared better (43%) during the latest study period of March 1998 to September 2000, but because these are national averages, regional differences are masked. The three markets from the Southeast included in the study all show increasing farm-to-retail spreads in the latest study period. These increases, \$.53 in Atlanta, \$.26 in New Orleans and \$.15 in Miami mean farmers are getting less of the retail price of milk relative to the cooperative, wholesale and retail levels. The GAO cites production and marketing costs, governmental policies, level of competition, demographics of the localized market, retailers' operating costs and perhaps most interestingly, the pricing strategies pursued by retailers and their competitors as the factors influencing the retail price of milk. Find the report number GAO-01-561 at www.gao.gov.



Blend Price Steadies, Class III Is Mover

The uniform price in Hillsborough County declined just one cent from June, holding at \$18.88 per hundred-weight. For the first time since Order Reform, Class III became the Class I price mover. While Class I utilization fell slightly to 87%, and the uniform skim price decreased 20 cents, the Class I butterfat price in July was much stronger. With 56% of all butterfat priced in Class I, the 10.71 cent increase in Class I butterfat price (a 5.1% increase) buoyed the overall blend, preventing a larger decline.

Looking to the Chicago Mercantile Exchange, we find the best proxy for understanding how the Class I, II, III and IV butterfat prices behave. The Class I butterfat price, announced June 22nd was based on a survey of manufacturing plants that the National Agricultural Statistics Service (NASS) conducted during the first two weeks of June. At that time, the CME butter price was between \$1.95 and \$1.98 per pound. The Class II, III and IV butterfat prices were based on a NASS survey during the entire month of July, when the CME cash butter price averaged \$1.90. These CME prices clearly do not reflect the actual prices surveyed by NASS, but they may be used to glean insights as to the direction and magnitude of changes in the NASS survey.

National Dairy Situation

Total cheese output (excluding cottage cheese) was 684 million pounds in June, 1.7 percent below June 2000 and 3.6 percent below May 2001. Butter production was 88.1 million pounds in June, 1.1 percent below June 2000 and 19.2 percent below May 2001.

The quarterly production of milk for the US was 42.6 billion pounds, 1.3 percent below the April-June period last year. The average number of milk cows in the U.S. during the April-June quarter was 9.12 million head, 89,000 head less than the same period last year. Production per cow in the 20 major States averaged 1,552 pounds for June, 5 pounds above June 2000. July's milk-feed price ratio was 3.61, down from a revised June figure of 3.73. This indicates rising input costs relative to output price and will tend to dampen milk production growth and output if this trend continues.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - JULY 2001

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	55.59%	4,499,242	\$2.2104	\$ 9,945,124.51
Class I Differential at Location				183,944.28
Class II Butterfat	35.57%	2,879,404	\$2.1953	6,321,155.59
Class III Butterfat	3.47%	281,025	\$2.1883	614,967.00
Class IV Butterfat	5.37%	434,551	\$2.1883	950,927.95
Total Butterfat	100.00%	8,094,222		\$ 18,016,119.33

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$2.2258**

Calculation of Uniform Skim Milk Price:

Producer Milk	<u>Utilization</u>	<u>Pounds</u>	<u>Price per unit</u>	<u>Value</u>
Class I Skim Milk	88.60%	192,840,465	\$7.88 /cwt.	\$ 15,195,828.63
Class I Butterfat	55.59%	4,499,242	\$2.2104 /lb.	9,945,124.51
Class I Differential at Location		197,339,707		8,061,534.30
Total Class I Milk	87.41%	197,339,707		\$ 33,202,487.44
Class II Skim Milk	6.41%	13,960,756	\$8.58 /cwt.	\$ 1,197,832.85
Class II Butterfat	35.57%	2,879,404	\$2.1953 /lb.	6,321,155.59
Total Class II Milk	7.46%	16,840,160		\$ 7,518,988.44
Class III Skim Milk	0.60%	1,302,395	\$8.08 /cwt.	\$ 105,233.51
Class III Butterfat	3.47%	281,025	\$2.1883 /lb.	614,967.00
Total Class III Milk	0.70%	1,583,420		\$ 720,200.51
Class IV Skim Milk	4.39%	9,556,598	\$7.41 /cwt.	\$ 708,143.92
Class IV Butterfat	5.37%	434,551	\$2.1883 /lb.	950,927.95
Total Class IV Milk	4.43%	9,991,149		\$ 1,659,071.87
Producer Milk	100.00%	225,754,436		\$ 43,100,748.26

Adjustments

Overage and Other Source	\$ 104,149.14
Inventory Adjustments	(563.12)
Producer butterfat at uniform butterfat price	(18,016,119.33)
Location Adjustments to Producers	(169,659.23)
1/2 Unobligated Balance in P.S.F.	93,224.84

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 11.53715	\$ 25,111,780.56
	\$ 0.04715	102,621.98

Uniform Skim Milk Price per cwt. (Hillsborough County, Florida):

\$11.49

Uniform Price per cwt. (Hillsborough County, Florida)

\$18.88*

* At 3.5% butterfat test; for information purposes.

OTHER FEDERAL ORDERS: CLASS I AND UNIFORM PRICES (At 3.5% Butterfat)

MARKET NAME (Priced at)	CLASS I		UNIFORM		CLASS I %
	JULY 2001	AUGUST 2001	JUNE 2001	JULY 2001	JULY 2001
Appalachian (Charlotte)	\$ 18.44	\$ 18.50	\$ 17.33	\$ 17.61	66.06%
Arizona-Las Vegas (Phoenix)	\$ 17.69	\$ 17.75	\$ 15.88	\$ 16.08	31.48%
Central (Kansas City)	\$ 17.34	\$ 17.40	\$ 15.79	\$ 16.14	24.10%
Florida (Tampa)	\$ 19.34	\$ 19.40	\$ 18.89	\$ 18.88	87.41%
Midwest (Cleveland)	\$ 17.34	\$ 17.40	\$ 15.97	\$ 16.24	30.90%
Northeast (Boston)	\$ 18.59	\$ 18.65	\$ 17.08	\$ 17.21	39.30%
Pacific Northwest (Seattle)	\$ 17.24	\$ 17.30	\$ 15.78	\$ 15.80	26.17%
Southeast (Atlanta)	\$ 18.44	\$ 18.50	\$ 17.28	\$ 17.54	63.82%
Southwest (Dallas)	\$ 18.34	\$ 18.40	\$ 16.85	\$ 17.12	43.42%
Upper Midwest (Chicago)	\$ 17.14	\$ 17.20	\$ 15.52	\$ 15.91	20.20%
Western (Salt Lake City)	\$ 17.24	\$ 17.30	\$ 15.67	\$ 15.90	18.72%

**FLORIDA MILK MARKETING AREA-FEDERAL ORDER 6
STATISTICAL SUMMARY**

Receipts:	JULY 2001	JULY 2000
Producer Milk		
Class I	197,339,707	199,324,817
Class II	16,840,160	17,090,568
Class III	1,583,420	5,292,658
Class IV	9,991,149	3,493,869
	<hr/>	<hr/>
Total Producer Milk	225,754,436	225,201,912
Average Butterfat Test	3.59%	3.58%
Percent of Producer Milk in Class I	87.41%	88.51%
Daily Average Receipts	7,282,401	7,264,578
Other Source Milk		
Class I	8,688,739	8,839,358
Class II	12,616,492	11,435,810
Class III	0	41,248
Class IV	2,205,799	2,307,535
	<hr/>	<hr/>
Total Other Source Milk	23,511,030	22,623,951
Overage		
Class I	0	0
Class II	3,250	7,294
Class III	0	0
Class IV	202,434	0
	<hr/>	<hr/>
Total Overage	205,684	7,294
Opening Inventory		
Class I	11,866,920	12,970,825
Class II	113,213	149,086
Class III	0	333,723
Class IV	2,552,324	5,440,620
	<hr/>	<hr/>
Total Opening Inventory	14,532,457	18,894,254
	<hr/>	<hr/>
Total Receipts	264,003,607	266,727,411
Utilization:		
Class I Utilization		
Inventory of Packaged FMP	11,646,576	10,978,418
Route Disposition Class I	204,208,281	207,285,378
Shrinkage	634,468	1,914,512
Transfers and Diversions to Nonpool	1,406,041	956,692
	<hr/>	<hr/>
Total Class I Utilization	217,895,366	221,135,000
Average Butterfat Test	2.29%	2.31%
Daily Average Utilization	7,028,883	7,133,387
Class II Utilization		
Nonfluid Used To Produce	8,900,871	11,364,746
Shrinkage	0	1510
Transfers and Diversions to Nonpool	4,089,396	4,337,840
Used To Produce/Other Uses	16,582,848	12,978,662
	<hr/>	<hr/>
Total Class II Utilization	29,573,115	28,682,758
Average Butterfat Test	10.19%	10.21%
Class III Utilization		
Shrinkage	0	4,090,919
Transfers and Diversions to Nonpool	1,583,420	337,109
Used To Produce/Other Uses	0	1,239,601
	<hr/>	<hr/>
Total Class III Utilization	1,583,420	5,667,629
Average Butterfat Test	17.75%	5.24%
Class IV Utilization		
Inventory	7,476,308	8,869,633
Nonfluid Used To Fortify	1,362,132	1,356,870
Shrinkage	352,0874	0
Transfers and Diversions to Nonpool	1,089,495	1,015,521
Used To Produce/Other Uses	1,502,897	0
	<hr/>	<hr/>
Total Class IV Utilization	14,951,706	11,242,024
Average Butterfat Test	5.25%	7.40%
	<hr/>	<hr/>
Total Utilization	264,003,607	266,727,411

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in July 2001 is \$18.88 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$11.49 per hundredweight plus 3.5 times the uniform butterfat price of \$2.2258 per pound. Payment to producers may be adjusted by location differentials, if applicable, and by properly authorized deductions.

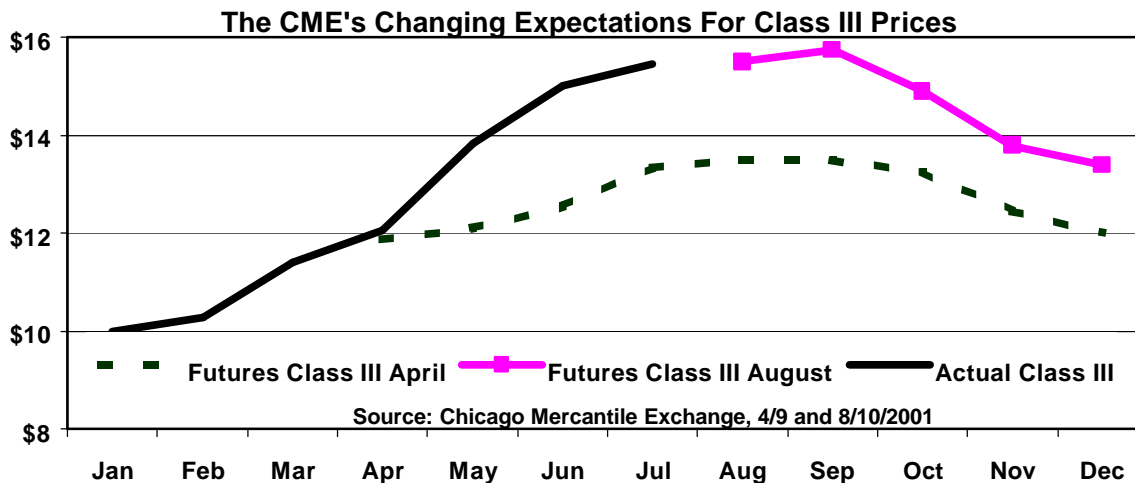
Uniform prices are the result of marketwide pooling; all producer milk was classified and priced according to the milk's use. In July, Class I use accounted for 88.60% of all producer skim milk (priced to handlers at \$7.88 per hundredweight, plus the Class I differential and 55.5 9% of producer butterfat (priced to handlers at \$2.2104 per pound plus Class I differential). Class II use accounted for 6.41% of all producer skim milk (\$8.58 per hundredweight) and 35.57% of producer butterfat (\$2.1953 per pound). Class III use accounted for 0.60% of all producer skim milk (\$8.08 per hundredweight) and 3.47% of producer butterfat (\$2.1883 per pound). Class IV use accounted for 4.39% of all producer skim milk (\$7.41 per hundredweight) and 5.37% of producer butterfat (\$2.1883 per pound).

Receipts of producer milk during July 2001 totaled 225.8 million pounds, 0.6 million pounds more than was pooled in July of last year. Florida producers supplied 198.2 million pounds of milk in June 2001 to pool plants or 89.25% of the total producer milk pooled in Florida. In June 2000 Florida producers supplied 88.52% of the total producer milk pooled in the Florida market.

There were 12 regulated pool distributing plants and 2 cooperative associations submitting reports of receipts and utilization that were included in the computation of the uniform prices for July 2001. In-area Class I route disposition totaled 221.3 million pounds in June 2001, 1.5 million pounds more than last year. This represents a 1.81 percent increase after adjusting for calendar composition.

Packaged Class I Route Sales in Marketing Area

Product Description	Florida
	JUNE 2001
Whole Milk	98,301,387
Fat Free Milk	34,603,810
Lowfat Milk (incl. 1%)	20,887,022
Reduced Fat Milk (incl. 2%)	52,966,375
Cultured Fluid Milk (incl. Buttermilk)	1,306,230
Flavored Drinks and Milk	13,257,711
Total Disposition in Marketing Area	221,322,535
Total Disposition by Pool Plants	202,559,558
Total Disposition by Nonpool Plants	18,762,977
Total Disposition in Marketing Area	221,322,535



In April's Fluid Milk Report, the futures market prices for Class III and IV were presented. At the time this represented the best guesses as to future prices. Let's revisit those April expectations and compare them to current futures contracts for Class III milk.

On April 9th, a September Class III contract traded at \$13.50/cwt, while four months later, on August 10th, September contracts traded for \$15.75/cwt. Milk output, cheese production, weather and its effects on feed costs, and USDA's decision to alter the support prices for butter and NFDM powder have induced higher expectations for Class III for the remainder of the year. The CME futures market may be used to gain insights as to the direction and magnitude of future price changes. It is hoped the chart above will send a cautionary note to remain current with market fundamentals, for the promise of higher prices made back in April proved too conservative, as much higher prices are now being traded on the CME.

FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

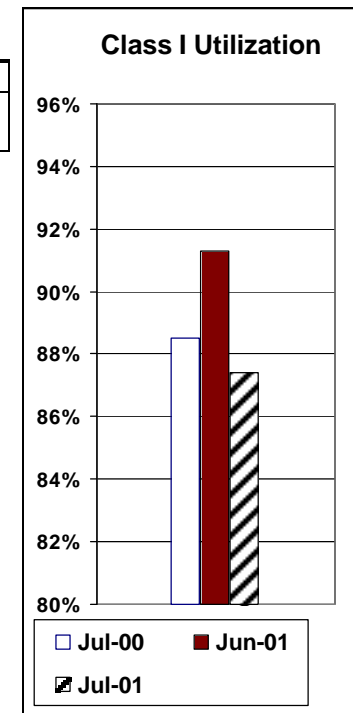
MONTH & YEAR	CLASS I*			CLASS II			CLASS III			CLASS IV			UNIFORM*		
	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5
Jan 2000	\$11.72	\$1.0254	\$14.90	\$8.42	\$0.9436	\$11.43	\$7.02	\$0.9366	\$10.05	\$7.72	\$0.9366	\$10.73	\$11.32	\$0.9855	\$14.37
Feb	\$11.72	\$0.9702	\$14.71	\$8.42	\$0.9658	\$11.51	\$6.41	\$0.9588	\$9.54	\$7.71	\$0.9588	\$10.80	\$11.41	\$0.9673	\$14.40
Mar	\$11.71	\$1.0113	\$14.84	\$8.41	\$1.0261	\$11.71	\$6.19	\$1.0191	\$9.54	\$7.70	\$1.0191	\$11.00	\$11.30	\$1.0175	\$14.47
Apr	\$11.70	\$1.0389	\$14.93	\$8.40	\$1.1422	\$12.10	\$5.63	\$1.1352	\$9.41	\$7.68	\$1.1352	\$11.38	\$11.13	\$1.0897	\$14.55
May	\$11.70	\$1.1959	\$15.48	\$8.40	\$1.2924	\$12.63	\$5.05	\$1.2854	\$9.37	\$7.68	\$1.2854	\$11.91	\$11.18	\$1.2408	\$15.13
Jun	\$11.70	\$1.2595	\$15.70	\$8.40	\$1.4198	\$13.08	\$4.68	\$1.4128	\$9.46	\$7.70	\$1.4128	\$12.38	\$11.32	\$1.3282	\$15.57
Jul	\$11.71	\$1.4755	\$16.46	\$8.41	\$1.2761	\$12.58	\$6.44	\$1.2691	\$10.66	\$7.70	\$1.2691	\$11.87	\$11.31	\$1.3901	\$15.78
Aug	\$11.70	\$1.3313	\$15.95	\$8.40	\$1.2729	\$12.56	\$5.91	\$1.2659	\$10.13	\$7.71	\$1.2659	\$11.87	\$11.51	\$1.3058	\$15.68
Sep	\$11.70	\$1.2991	\$15.84	\$8.40	\$1.2777	\$12.58	\$6.54	\$1.2707	\$10.76	\$7.76	\$1.2707	\$11.94	\$11.48	\$1.2893	\$15.59
Oct	\$11.76	\$1.2966	\$15.89	\$8.46	\$1.2514	\$12.54	\$5.87	\$1.2444	\$10.02	\$7.73	\$1.2444	\$11.81	\$11.41	\$1.2758	\$15.48
Nov	\$11.74	\$1.2835	\$15.82	\$8.44	\$1.5815	\$13.68	\$3.17	\$1.5745	\$8.57	\$7.76	\$1.5745	\$13.00	\$11.36	\$1.4117	\$15.90
Dec	\$11.75	\$1.3683	\$16.13	\$8.45	\$1.6604	\$13.97	\$3.71	\$1.6534	\$9.37	\$7.75	\$1.6534	\$13.27	\$11.26	\$1.4959	\$16.10
Jan 2001	\$11.88	\$1.8644	\$17.99	\$8.58	\$1.2966	\$12.82	\$5.68	\$1.2896	\$9.99	\$ 7.89	\$1.2896	\$12.13	\$ 11.56	\$1.5988	\$16.75
Feb	\$11.89	\$1.2752	\$15.94	\$8.59	\$1.4696	\$13.43	\$5.34	\$1.4626	\$10.27	\$ 7.86	\$1.4626	\$12.70	\$ 11.54	\$1.3644	\$15.91
Mar	\$11.86	\$1.4883	\$16.65	\$8.56	\$1.6890	\$14.17	\$5.73	\$1.6820	\$11.42	\$ 7.85	\$1.6820	\$13.46	\$ 11.58	\$1.5768	\$16.69
Apr	\$11.86	\$1.7122	\$17.44	\$8.56	\$1.9553	\$15.10	\$5.43	\$1.9483	\$12.06	\$ 7.87	\$1.9483	\$14.41	\$ 11.36	\$1.8210	\$17.34
May	\$11.88	\$1.9287	\$18.21	\$8.58	\$2.1261	\$15.72	\$6.65	\$2.1191	\$13.83	\$ 7.90	\$2.1191	\$15.04	\$ 11.58	\$2.0139	\$18.22
Jun	\$11.90	\$2.1433	\$18.99	\$8.60	\$2.2159	\$16.05	\$7.55	\$2.2089	\$15.02	\$ 7.87	\$2.2089	\$15.33	\$ 11.69	\$2.1732	\$18.89
Jul	\$11.88	\$2.2504	\$19.34	\$8.58	\$2.1953	\$15.96	\$8.08	\$2.1883	\$15.46	\$ 7.41	\$2.1883	\$14.81	\$ 11.49	\$2.2253	\$18.88
Aug	\$11.90	\$2.2612	\$19.40	\$8.20											

* Class I and uniform prices are at Hillsborough County (Tampa), Florida.

FEDERAL ORDER 6 - FLORIDA: POOLED RECEIPTS AND UTILIZATION OF PRODUCER MILK

MONTH AND YEAR	PRODUCER MILK 1,000 LBS.	NUMBER OF FARMS	CLASS I		CLASS II		CLASS III		CLASS IV	
			1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS
Jan 2000	255,525	275	224,785	87.97%	15,200	5.95%	7,712	3.02%	7,829	3.06%
Feb	243,677	250	220,592	90.53%	15,069	6.18%	5,204	2.14%	2,811	1.15%
Mar	270,661	244	236,388	87.34%	19,765	7.30%	5,144	1.90%	9,364	3.46%
Apr	258,886	250	211,666	81.75%	19,073	7.37%	6,153	2.38%	21,994	8.50%
May	254,692	245	214,790	84.34%	19,991	7.85%	5,968	2.34%	13,943	5.47%
Jun	228,335	245	202,603	88.74%	18,208	7.97%	4,434	1.94%	3,089	1.35%
Jul	225,202	310	199,325	88.51%	17,091	7.59%	5,293	2.35%	3,494	1.55%
Aug	220,189	318	202,356	91.91%	12,493	5.67%	3,788	1.72%	1,550	0.70%
Sep	203,778	309	186,789	91.66%	12,219	6.00%	3,448	1.69%	1,322	0.65%
Oct	221,324	311	198,743	89.79%	12,564	5.68%	5,772	2.61%	4,243	1.92%
Nov	231,820	306	208,965	90.14%	14,095	6.08%	4,249	1.83%	4,512	1.95%
Dec	253,076	307	218,778	86.45%	17,825	7.04%	6,525	2.58%	9,947	3.93%
Jan 2001	259,032	265	232,905	89.91%	16,619	6.42%	5,561	2.15%	3,947	1.52%
Feb	233,485	241	209,315	89.57%	16,832	7.20%	4,364	1.87%	3,170	1.36%
Mar	262,748	234	239,873	91.30%	17,686	6.73%	3,717	1.41%	1,472	0.56%
Apr	240,954	229	211,136	87.63%	16,701	6.93%	6,493	2.69%	6,624	2.75%
May	235,280	200	212,698	90.40%	16,496	7.01%	5,127	2.18%	959	0.41%
Jun	222,089	219	202,721	91.28%	15,503	6.98%	3,499	1.58%	366	0.16%
Jul	222,089	225**	197,340	87.41%	16,840	6.41%	1,583	0.70%	9,991	4.43%

** Estimated



**Florida Marketing Area - Federal Milk Order 6
Pool and Payment Dates For the Pooling Periods August2001
through October 2001**

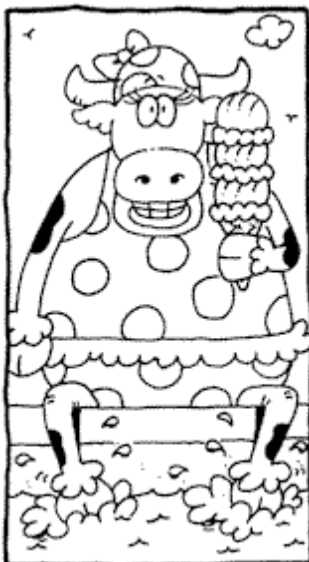
Pool Month	Pool & Uniform Price Release Date	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	1st Advance Pay Due		2nd Advance Pay Due		Final Pay Due	
		All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
August	09/11/01	09/12/01	09/13/01	08/20/01	08/20/01	09/04/01	09/05/01	09/13/01	09/14/01
September	10/11/01	10/12/01	10/15/01	09/19/01	09/20/01	10/04/01	10/05/01	10/15/01	10/16/01
October	11/11/01	11/13/01	11/14/01	10/19/01	10/22/01	11/05/01	11/05/01	11/14/01	11/15/01

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FEDERAL MILK MARKET ADMINISTRATOR
U.S. DEPARTMENT OF AGRICULTURE
P.O. BOX 1208
NORCROSS, GEORGIA 30091-1208

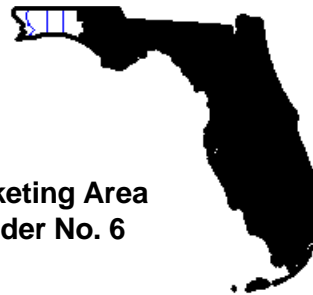
Address Correction Requested



FLORIDA Fluid Milk Report

Sue L. Mosley
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

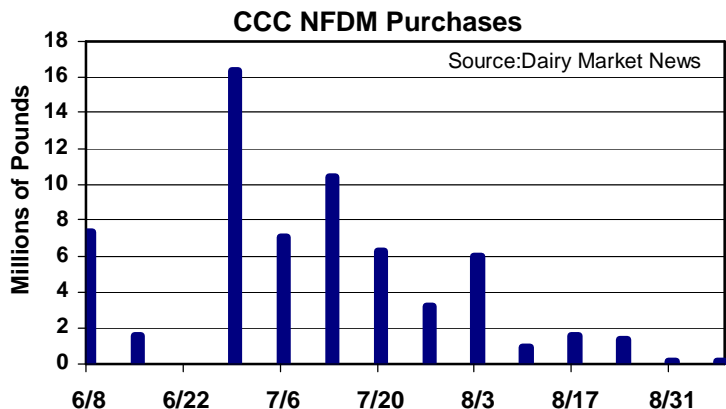
September 2001

Volume 2—No. 9

Changes Proposed to Dairy Plant Standards

The USDA is seeking comments on its proposal to change the General Specifications for Dairy Plants Approved for USDA Inspection and Grading Service. The proposed changes would lower the maximum allowable bacterial estimate for producer herd milk from 1,000,000 to 500,000 per milliliter, modify the follow-up procedure when producer herd milk exceeds the maximum allowable bacterial estimate, lower the maximum permitted bacterial estimate in commingled milk from 3,000,000 to 1,000,000 per milliliter and lower the maximum allowable somatic cell count in cow's milk from 1,000,000 to 750,000 per milliliter. Agriculture Marketing Service provides voluntary, user-fee funded inspection and grading services to approximately 400 dairy manufacturing plants.

Written comments submitted by Oct. 12 may be sent to: Duane R. Spomer, Chief, Dairy Standardization Branch, Dairy Programs, Agricultural Marketing Service, U.S. Department of Agriculture, Room 2746-SB, P.O. Box 96456, Washington, DC 20090-6456; faxed to (202) 720-2643; or, e-mailed to Duane.Spomer@usda.gov. The proposed changes are available at www.ams.usda.gov/dairy/stand.htm.



The chart above displays the weekly government purchases of non-fat dry milk since the implementation of the butter/powder tilt. In June, the Commodity Credit Corporation (CCC) lowered by 10.32 cents the price it would pay for butter from \$1.0032 to \$0.9000/lb. To maintain the milk support price at \$9.90/cwt, the butter support price was raised to \$0.8548/lb.

Blend Continues It's Assent

The Federal Order 6 blend increased 31 cents in August continuing a trend of significant monthly gains that began in February and was only sidetracked last month with its one penny drop. At \$19.19 per hundredweight for 3.5 percent butterfat, producers qualifying on the Florida pool will receive \$3.51 more than August of 2000 and the highest blend price since Order reform. Both the uniform skim and butterfat prices increased based on the strength in both cheese and butter prices which offset the decline in the non-fat dry milk price. In addition, Class I utilization rose to 90.96 percent, up 3.55 percent from July.

On the Chicago Mercantile Exchange, commodity prices began the month of August strong and ended stronger. Butter began trading at \$1.98 per pound and ended 31 days later at \$2.23 per pound. The monthly average price of \$2.09 per pound was 90 cents above August 2000. The futures market as of September 10 felt these prices were unsustainable, with December contracts settling at \$1.81 and March 2002 contracts settling at \$1.50. It is true that the small volume of activity in butter futures (it is only a fraction of the volume of the Class III market) make it a less than perfect price predictor, yet it does provide some indication of future butter prices. And with the uncertainty of which class will be the 'higher of' and therefore the Class I mover, any insight as to future commodity prices is welcome.

National Dairy Situation

On the production side, NASS estimates that with 12.05 billion pounds, 1.2 percent less milk was produced in the US in July than the same time last year while remaining essentially the same compared with last month. Not surprising given the sustained decline in milk production, cumulative butter production through July is 7.8 percent less than during 2000. Also, 8.8 percent fewer pounds of butter were produced during July than the previous month. Cheese production fell during July as well, but only by a half percent. However, for the year cheese production is down 1.8 percent. The milk-feed price ratio declined slightly between July and August, from a revised 3.60 value to 3.57. This means input costs (feed prices) were cheaper relative to output prices (the milk price).

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - AUGUST 2001

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	56.96%	4,511,747	\$2.2212	\$ 10,021,492.44
Class I Differential at Location				184,373.16
Class II Butterfat	36.28%	2,874,115	\$2.3046	6,623,685.42
Class III Butterfat	3.38%	267,733	\$2.2976	615,143.33
Class IV Butterfat	3.38%	267,621	\$2.2976	614,886.01
Total Butterfat	100.00%	7,921,216		\$ 18,059,580.36

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$2.2799**

Calculation of Uniform Skim Milk Price:

Producer Milk	<u>Utilization</u>	<u>Pounds</u>	<u>Price per unit</u>	<u>Value</u>
Class I Skim Milk	92.23%	194,277,461	\$7.90 /cwt.	\$ 15,347,919.43
Class I Butterfat	56.96%	4,511,747	\$2.2212 /lb.	10,021,492.44
Class I Differential at Location		198,789,208		8,117,185.72
Total Class I Milk	90.96%	198,789,208		\$ 33,486,597.59
Class II Skim Milk	6.28%	13,222,871	\$8.20 /cwt.	\$ 1,084,275.41
Class II Butterfat	36.28%	2,874,115	\$2.3046 /lb.	6,623,685.42
Total Class II Milk	7.36%	16,096,986		\$ 7,707,960.83
Class III Skim Milk	0.44%	929,105	\$7.78 /cwt.	\$ 72,284.38
Class III Butterfat	3.38%	267,733	\$2.2976 /lb.	615,143.33
Total Class III Milk	0.55%	1,196,838		\$ 687,427.71
Class IV Skim Milk	1.05%	2,210,847	\$7.27 /cwt.	\$ 160,728.58
Class IV Butterfat	3.38%	267,621	\$2.2976 /lb.	614,886.01
Total Class IV Milk	1.13%	2,478,468		\$ 775,614.59
Producer Milk	100.00%	218,561,500		\$ 42,657,600.72

Adjustments

Overage and Other Source	\$ 68,996.94
Inventory Adjustments	13,633.45
Producer butterfat at uniform butterfat price	(18,059,580.36)
Location Adjustments to Producers	(168,404.33)
1/2 Unobligated Balance in P.S.F.	58,677.36

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 11.66487	\$ 24,570,923.78
	\$ 0.04487	94,522.78

Uniform Skim Milk Price per cwt. (Hillsborough County, Florida):

\$11.62

Uniform Price per cwt. (Hillsborough County, Florida)

\$19.19*

* At 3.5% butterfat test; for information purposes.

OTHER FEDERAL ORDERS: CLASS I AND UNIFORM PRICES (At 3.5% Butterfat)

MARKET NAME (Priced at)	CLASS I		UNIFORM		CLASS I %
	AUG 2001	SEP 2001	JULY 2001	AUG 2001	AUG 2001
Appalachian (Charlotte)	\$ 18.40	\$ 18.56	\$ 17.61	\$ 18.01	74.80%
Arizona-Las Vegas (Phoenix)	\$ 17.75	\$ 17.91	\$ 16.08	\$ 16.39	37.11%
Central (Kansas City)	\$ 17.40	\$ 17.56	\$ 16.14	\$ 16.29	27.35%
Florida (Tampa)	\$ 19.40	\$ 19.56	\$ 18.88	\$ 19.19	90.96%
Mideast (Cleveland)	\$ 17.40	\$ 17.56	\$ 16.24	\$ 16.54	37.10%
Northeast (Boston)	\$ 18.65	\$ 18.81	\$ 17.21	\$ 17.53	43.70%
Pacific Northwest (Seattle)	\$ 17.30	\$ 17.46	\$ 15.80	\$ 15.99	27.71%
Southeast (Atlanta)	\$ 18.50	\$ 18.66	\$ 17.54	\$ 17.87	68.63%
Southwest (Dallas)	\$ 18.40	\$ 18.56	\$ 17.12	\$ 17.12	43.42%
Upper Midwest (Chicago)	\$ 17.20	\$ 17.36	\$ 15.91	\$ 16.06	21.80%
Western (Salt Lake City)	\$ 17.30	\$ 17.46	\$ 15.90	\$ 16.04	19.92%

**FLORIDA MILK MARKETING AREA-FEDERAL ORDER 6
STATISTICAL SUMMARY**

Receipts:	AUGUST 2001	AUGUST 2000
Producer Milk		
Class I	198,789,208	202,356,540
Class II	16,096,986	12,493,992
Class III	1,196,838	3,788,025
Class IV	2,478,468	1,550,286
	<hr/>	<hr/>
Total Producer Milk	218,561,500	220,188,843
Average Butterfat Test	3.62%	3.62%
Percent of Producer Milk in Class I	90.96%	91.90%
Daily Average Receipts	7,050,371	7,102,866
Other Source Milk		
Class I	22,865,517	21,096,214
Class II	14,017,327	11,958,542
Class III	117,000	762,786
Class IV	3,976,279	2,471,479
	<hr/>	<hr/>
Total Other Source Milk	40,976,123	36,289,021
Overage		
Class I	0	356,391
Class II	0	761,471
Class III	2,494	133,893
Class IV	27,536	18,463
	<hr/>	<hr/>
Total Overage	30,030	1,270,218
Opening Inventory		
Class I	11,646,576	11,060,027
Class II	489,855	249,725
Class III	0	1,268,736
Class IV	6,986,453	7,269,563
	<hr/>	<hr/>
Total Opening Inventory	19,122,884	19,848,051
	<hr/>	<hr/>
Total Receipts	278,690,537	277,596,133
Utilization:		
Class I Utilization		
Inventory of Packaged FMP	12,835,409	15,039,423
Route Disposition Class I	217,218,410	217,334,368
Shrinkage	2,587,784	1,439,946
Transfers and Diversions to Nonpool	659,698	1,055,435
	<hr/>	<hr/>
Total Class I Utilization	233,301,301	234,869,172
Average Butterfat Test	2.27%	2.24%
Daily Average Utilization	7,525,848	7,576,425
Class II Utilization		
Nonfluid Used To Produce	9,194,243	8,200,628
Shrinkage	0	3,181
Transfers and Diversions to Nonpool	3,630,326	1,817,483
Used To Produce/Other Uses	17,779,599	15,442,438
	<hr/>	<hr/>
Total Class II Utilization	30,604,168	25,463,730
Average Butterfat Test	10.43%	10.04%
Class III Utilization		
Shrinkage	156	4,131,367
Transfers and Diversions to Nonpool	1,316,176	288,894
Used To Produce/Other Uses	0	1,533,179
	<hr/>	<hr/>
Total Class III Utilization	1,316,332	5,953,440
Average Butterfat Test	21.55%	4.48%
Class IV Utilization		
Inventory	4,946,132	6,756,389
Nonfluid Used To Fortify	1,590,557	1,605,613
Shrinkage	372,450	0
Transfers and Diversions to Nonpool	1,801,069	2,947,789
Used To Produce/Other Uses	1,406,472	0
	<hr/>	<hr/>
Total Class IV Utilization	13,468,736	11,309,791
Average Butterfat Test	7.01%	13.58%
	<hr/>	<hr/>
Total Utilization	278,690,537	277,596,133

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in August 2001 is \$19.19 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$11.62 per hundredweight plus 3.5 times the uniform butterfat price of \$2.2799 per pound. Payment to producers may be adjusted by location differentials, if applicable, and by properly authorized deductions.

Uniform prices are the result of marketwide pooling; all producer milk was classified and priced according to the milk's use. In August, Class I use accounted for 92.23% of all producer skim milk (priced to handlers at \$7.90 per hundredweight, plus the Class I differential and 56.96% of producer butterfat (priced to handlers at \$2.2212 per pound plus Class I differential). Class II use accounted for 6.28% of all producer skim milk (\$8.20 per hundredweight) and 36.28% of producer butterfat (\$2.3046 per pound). Class III use accounted for 0.44% of all producer skim milk (\$7.78 per hundredweight) and 3.38% of producer butterfat (\$2.2976 per pound). Class IV use accounted for 1.05% of all producer skim milk (\$7.27 per hundredweight) and 3.38% of producer butterfat (\$2.2976 per pound).

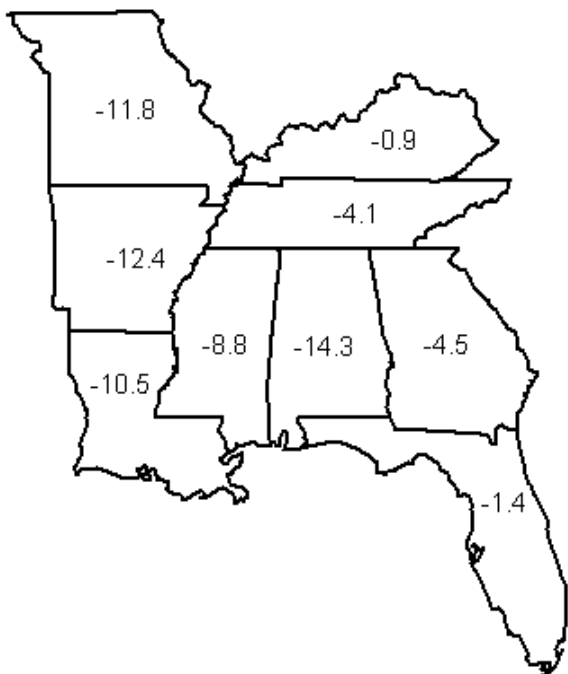
Receipts of producer milk during August 2001 totaled 218.6 million pounds, 1.6 million pounds less than was pooled in August of last year. Florida producers supplied 186.1 million pounds of milk in July 2001 to pool plants or 82.42% of the total producer milk pooled in Florida. In July 2000 Florida producers supplied 83.57% of the total producer milk pooled in the Florida market.

There were 12 regulated pool distributing plants and 3 cooperative associations submitting reports of receipts and utilization that were included in the computation of the uniform prices for August 2001. In-area Class I route disposition totaled 219.7 million pounds in July 2001, 1.6 million pounds less than last year. This represents a 1.21 percent increase after adjusting for calendar composition.

Packaged Class I Route Sales in Marketing Area

Product Description	Florida
	JULY 2001
Whole Milk	100,334,200
Fat Free Milk	32,003,046
Lowfat Milk (incl. 1%)	22,896,868
Reduced Fat Milk (incl. 2%)	54,031,591
Cultured Fluid Milk (incl. Buttermilk)	1,240,705
Flavored Drinks and Milk	9,193,444
Total Disposition in Marketing Area	219,699,854
Total Disposition by Pool Plants	199,754,922
Total Disposition by Nonpool Plants	19,944,932
Total Disposition in Marketing Area	219,699,854

% Change in Pooled Milk Through July, 2000 vs. 2001



	AL	AR	GA	KY	LA	MS	MO	TN	FL	SE States
Jan	-16.3	-13.2	-2.8	-3.7	-12.7	-10.9	-12.0	-7.4	-1.3	-6.8
Feb	-17.7	-16.6	-6.8	-5.1	-13.9	-13.7	-14.1	-8.5	-3.3	-8.9
Mar	-15.4	-16.6	-4.7	-4.8	-11.3	-9.5	-9.5	-6.9	-1.5	-6.7
Apr	-14.1	-12.0	-5.1	-2.2	-9.9	-7.1	-11.0	-4.1	-2.2	-6.0
May	-11.7	-9.0	-9.6	4.4	-8.2	-6.4	-11.5	-0.1	1.6	-3.9
Jun	-11.5	-8.3	-1.4	6.2	-8.3	-5.5	-12.4	0.7	-2.2	-3.4
Jul	-12.2	-10.5	0.5	0.1	-8.0	-7.1	-12.4	-1.2	-1.1	-4.2
YTD	-14.3	-12.4	-4.5	-0.9	-10.5	-8.8	-11.8	-4.1	-1.4	-5.8

Both table and map show the percentage change in milk pooled on Federal Orders 5, 6, 7, 32, and 33 between 2000 and 2001 by state. For example, 4.5 percent less milk originating from Georgia was pooled on a Federal Order in 2001 than the year prior. Combining all Southeastern states in Federal Order 6 and 7 shows an overall decline of 5.8 percent. This compares to

National Agricultural Statistics Service's estimate of a 2.0 percent year-to-date decline in

FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

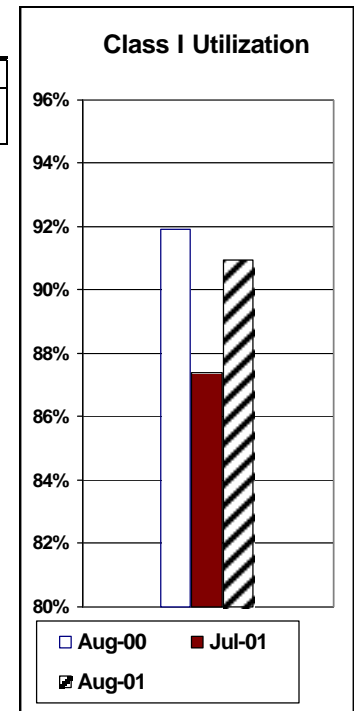
MONTH & YEAR	CLASS I*			CLASS II			CLASS III			CLASS IV			UNIFORM*		
	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5
Jan 2000	\$11.72	\$1.0254	\$14.90	\$8.42	\$0.9436	\$11.43	\$7.02	\$0.9366	\$10.05	\$7.72	\$0.9366	\$10.73	\$11.32	\$0.9855	\$14.37
Feb	\$11.72	\$0.9702	\$14.71	\$8.42	\$0.9658	\$11.51	\$6.41	\$0.9588	\$9.54	\$7.71	\$0.9588	\$10.80	\$11.41	\$0.9673	\$14.40
Mar	\$11.71	\$1.0113	\$14.84	\$8.41	\$1.0261	\$11.71	\$6.19	\$1.0191	\$9.54	\$7.70	\$1.0191	\$11.00	\$11.30	\$1.0175	\$14.47
Apr	\$11.70	\$1.0389	\$14.93	\$8.40	\$1.1422	\$12.10	\$5.63	\$1.1352	\$9.41	\$7.68	\$1.1352	\$11.38	\$11.13	\$1.0897	\$14.55
May	\$11.70	\$1.1959	\$15.48	\$8.40	\$1.2924	\$12.63	\$5.05	\$1.2854	\$9.37	\$7.68	\$1.2854	\$11.91	\$11.18	\$1.2408	\$15.13
Jun	\$11.70	\$1.2595	\$15.70	\$8.40	\$1.4198	\$13.08	\$4.68	\$1.4128	\$9.46	\$7.70	\$1.4128	\$12.38	\$11.32	\$1.3282	\$15.57
Jul	\$11.71	\$1.4755	\$16.46	\$8.41	\$1.2761	\$12.58	\$6.44	\$1.2691	\$10.66	\$7.70	\$1.2691	\$11.87	\$11.31	\$1.3901	\$15.78
Aug	\$11.70	\$1.3313	\$15.95	\$8.40	\$1.2729	\$12.56	\$5.91	\$1.2659	\$10.13	\$7.71	\$1.2659	\$11.87	\$11.51	\$1.3058	\$15.68
Sep	\$11.70	\$1.2991	\$15.84	\$8.40	\$1.2777	\$12.58	\$6.54	\$1.2707	\$10.76	\$7.76	\$1.2707	\$11.94	\$11.48	\$1.2893	\$15.59
Oct	\$11.76	\$1.2966	\$15.89	\$8.46	\$1.2514	\$12.54	\$5.87	\$1.2444	\$10.02	\$7.73	\$1.2444	\$11.81	\$11.41	\$1.2758	\$15.48
Nov	\$11.74	\$1.2835	\$15.82	\$8.44	\$1.5815	\$13.68	\$3.17	\$1.5745	\$8.57	\$7.76	\$1.5745	\$13.00	\$11.36	\$1.4117	\$15.90
Dec	\$11.75	\$1.3683	\$16.13	\$8.45	\$1.6604	\$13.97	\$3.71	\$1.6534	\$9.37	\$7.75	\$1.6534	\$13.27	\$11.26	\$1.4959	\$16.10
Jan 2001	\$11.88	\$1.8644	\$17.99	\$8.58	\$1.2966	\$12.82	\$5.68	\$1.2896	\$9.99	\$7.89	\$1.2896	\$12.13	\$11.56	\$1.5988	\$16.75
Feb	\$11.89	\$1.2752	\$15.94	\$8.59	\$1.4696	\$13.43	\$5.34	\$1.4626	\$10.27	\$7.86	\$1.4626	\$12.70	\$11.54	\$1.3644	\$15.91
Mar	\$11.86	\$1.4883	\$16.65	\$8.56	\$1.6890	\$14.17	\$5.73	\$1.6820	\$11.42	\$7.85	\$1.6820	\$13.46	\$11.58	\$1.5768	\$16.69
Apr	\$11.86	\$1.7122	\$17.44	\$8.56	\$1.9553	\$15.10	\$5.43	\$1.9483	\$12.06	\$7.87	\$1.9483	\$14.41	\$11.36	\$1.8210	\$17.34
May	\$11.88	\$1.9287	\$18.21	\$8.58	\$2.1261	\$15.72	\$6.65	\$2.1191	\$13.83	\$7.90	\$2.1191	\$15.04	\$11.58	\$2.0139	\$18.22
Jun	\$11.90	\$2.1433	\$18.99	\$8.60	\$2.2159	\$16.05	\$7.55	\$2.2089	\$15.02	\$7.87	\$2.2089	\$15.33	\$11.69	\$2.1732	\$18.89
Jul	\$11.88	\$2.2504	\$19.34	\$8.58	\$2.1953	\$15.96	\$8.08	\$2.1883	\$15.46	\$7.41	\$2.1883	\$14.81	\$11.49	\$2.2253	\$18.88
Aug	\$11.90	\$2.2612	\$19.40	\$8.20	\$2.3046	\$15.98	\$7.78	\$2.2976	\$15.55	\$7.27	\$2.2976	\$15.06	\$11.62	\$2.2799	\$19.19
Sep	\$11.99	\$2.2832	\$19.56	\$7.94											

* Class I and uniform prices are at Hillsborough County (Tampa), Florida.

FEDERAL ORDER 6 - FLORIDA: POOLED RECEIPTS AND UTILIZATION OF PRODUCER MILK

MONTH AND YEAR	PRODUCER MILK 1,000 LBS.	NUMBER OF FARMS	CLASS I		CLASS II		CLASS III		CLASS IV	
			1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS	1,000 LBS	% IN CLASS
Jan 2000	255,525	275	224,785	87.97%	15,200	5.95%	7,712	3.02%	7,829	3.06%
Feb	243,677	250	220,592	90.53%	15,069	6.18%	5,204	2.14%	2,811	1.15%
Mar	270,661	244	236,388	87.34%	19,765	7.30%	5,144	1.90%	9,364	3.46%
Apr	258,886	250	211,666	81.75%	19,073	7.37%	6,153	2.38%	21,994	8.50%
May	254,692	245	214,790	84.34%	19,991	7.85%	5,968	2.34%	13,943	5.47%
Jun	228,335	245	202,603	88.74%	18,208	7.97%	4,434	1.94%	3,089	1.35%
Jul	225,202	310	199,325	88.51%	17,091	7.59%	5,293	2.35%	3,494	1.55%
Aug	220,189	318	202,356	91.91%	12,493	5.67%	3,788	1.72%	1,550	0.70%
Sep	203,778	309	186,789	91.66%	12,219	6.00%	3,448	1.69%	1,322	0.65%
Oct	221,324	311	198,743	89.79%	12,564	5.68%	5,772	2.61%	4,243	1.92%
Nov	231,820	306	208,965	90.14%	14,095	6.08%	4,249	1.83%	4,512	1.95%
Dec	253,076	307	218,778	86.45%	17,825	7.04%	6,525	2.58%	9,947	3.93%
Jan 2001	259,032	265	232,905	89.91%	16,619	6.42%	5,561	2.15%	3,947	1.52%
Feb	233,485	241	209,315	89.57%	16,832	7.20%	4,364	1.87%	3,170	1.36%
Mar	262,748	234	239,873	91.30%	17,686	6.73%	3,717	1.41%	1,472	0.56%
Apr	240,954	229	211,136	87.63%	16,701	6.93%	6,493	2.69%	6,624	2.75%
May	235,280	200	212,698	90.40%	16,496	7.01%	5,127	2.18%	959	0.41%
Jun	222,089	219	202,721	91.28%	15,503	6.98%	3,499	1.58%	366	0.16%
Jul	225,754	300	197,340	87.41%	16,840	6.41%	1,583	0.70%	9,991	4.43%
Aug	218,562	300**	198,789	90.96%	16,097	7.36%	1,197	0.55%	2,478	1.13%

** Estimated



**Florida Marketing Area - Federal Milk Order 6
Pool and Payment Dates For the Pooling Periods September 2001
through November 2001**

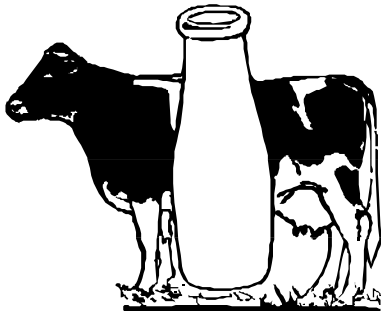
Pool Month	Pool & Uniform Price Release Date	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	1st Advance Pay Due		2nd Advance Pay Due		Final Pay Due	
		All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
September	10/11/01	10/12/01	10/15/01	09/19/01	09/20/01	10/04/01	10/05/01	10/15/01	10/16/01
October	11/11/01	11/13/01	11/14/01	10/19/01	10/22/01	11/05/01	11/05/01	11/14/01	11/15/01
November	12/11/01	12/12/01	12/13/01	11/19/01	11/22/01	12/04/01	12/05/01	12/13/01	12/14/01

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FEDERAL MILK MARKET ADMINISTRATOR
U.S. DEPARTMENT OF AGRICULTURE
P.O. BOX 1208
NORCROSS, GEORGIA 30091-1208

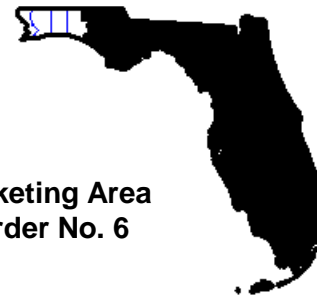
Address Correction Requested



national production, through July.

FLORIDA Fluid Milk Report

Sue L. Mosley
Market Administrator



Florida Marketing Area
Federal Order No. 6

www.fmmatlanta.com

October 2001

Volume 2—No. 10

A.J. Yates to Head AMS

Agriculture Secretary Veneman announced the selection of A.J. Yates as the Administrator of USDA's Agricultural Marketing Service. For nine years, Yates worked for the California Department of Food and Agriculture, serving as Deputy Secretary from August 1991 to December 1996 and Under Secretary until January 1999. In these positions, Yates managed Animal Health, Food Safety Services, Inspection Services, Marketing Services, Plant Health, and Pest Prevention Services divisions.

Dairy Board Members Appointed

The U.S. Department of Agriculture has announced nine new appointments and four reappointments to the National Dairy Promotion and Research Board. Lynda S. Foster, Ft. Scott, KS, will represent Region 4, which includes Arkansas, Kansas, New Mexico, Oklahoma, and Texas. Robert K. Herman, Taylorsville, NC, was appointed to represent Region 10, covering Florida, Georgia, North Carolina, South Carolina, and Virginia. The members for Region 8 (Alabama, Kentucky, Louisiana, Mississippi, and Tennessee) are unchanged. Each region has two Board members. See www.ams.usda.gov/dairy/dairyrb.htm for more information.

Nominations for Fluid Milk Board Sought

The U.S. Department of Agriculture is asking dairy processors and other interested parties to nominate candidates for the National Fluid Milk Processor Promotion Board. Five regional members and one at-large member will be appointed to serve 3-year terms beginning July 2002. The geographic regions are: Region 2 (New Jersey and New York); Region 5 (Florida); Region 8 (Illinois and Indiana); Region 11 (Arkansas, Iowa, Kansas, Missouri, Nebraska, and Oklahoma); and Region 14 (Northern California). To nominate an individual, submit a copy of the nomination form and a signed background form for each nominee by Dec. 1. For nominating forms and procedures, contact David R. Jamison, Chief, Promotion and Research Branch, Dairy Programs, AMS, USDA, Stop 0233, Room 2958-S, 1400 Independence Ave., SW, Washington, D.C. 20250-0233; telephone (202) 720-6909; or E-mail at david.jamison2@usda.gov.

Mideast Hearing Set

Dairy farmers, milk processors, and the public are invited to testify at a public hearing Tuesday, Oct. 23, 2001, at 8:30 am on proposals that would amend certain pooling and related provisions in the Mideast milk marketing order. The hearing will be held at the Holiday Inn Express Hotel and Suites/Galaxy Banquet Center, Wadsworth, Ohio. USDA will consider proposals to increase the minimum route disposition requirements, amend the automatic pool plant provision and decrease diversion limits for producer milk among other proposals. For more details visit www.fmmaclev.com or the September 28 Federal Register at www.access.gpo.gov/nara.

Blend Reaches its Peak?

The Florida blend increased again in September. The uniform price in Federal Order 6 was \$19.45 per hundredweight for 3.5 percent butterfat in Hillsborough County, FL. Qualifying milk will receive an additional 26 cents compared with August and \$3.86 more than September 2000, despite Class I utilization falling just over one percentage point (to 89.39%) from last month.

Recent history suggests the question mark in this month's headline is most likely not necessary. On the CME, both butter and cheese lost significant value during late September and early October. The chart on page 4 of this publication shows the NASS survey prices for those commodities, with only butter demonstrating its dramatic falloff. In the 3 weeks of trading since September 21, the price of AA butter on the CME has declined by 57 cents, over one quarter of its value.

The NASS survey tracks this decline for butter, but due to the nature of the survey it will take a few more weeks for NASS to reveal the similar fate of cheese prices. The markets for both block and barrel cheese have suffered large losses since October 1. Beginning the month at \$1.64 and \$1.68, barrels and blocks ended the trading session on October 12 at \$1.24 and \$1.27 respectively. Expect October's class prices (released Nov. 2) as well as November's Class I announced price (released Oct. 19) to reflect this activity.

National Dairy Situation

USDA/NASS estimates milk production in August at 13.68 billion pounds, down 1.6 percent from July and 0.8 percent from August 2000. Total cheese output was 664 million pounds, 2.9 percent below August 2000 and 2.2 percent below July 2001. Butter production was 76.5 million pounds in August, 8.5 percent below August 2000 and 4.2 percent below July 2001. 2.8 million pounds of nonfat dry milk was purchased by the CCC under the price support program, the first purchases made since early September when slightly over 0.1 million pounds were purchased. The milk-feed price ratio (pounds of 16% mixed dairy feed equal in value to 1 pound of whole milk) was 3.71 in September, up from 3.62 last month and 3.34 in September of last year.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - SEPTEMBER 2001

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	54.58%	3,977,713	\$2.2432	\$ 8,922,805.79
Class I Differential at Location				162,215.76
Class II Butterfat	30.40%	2,215,559	\$2.4519	5,432,329.12
Class III Butterfat	4.08%	297,516	\$2.4449	727,396.86
Class IV Butterfat	10.94%	797,194	\$2.4449	1,949,059.60
Total Butterfat	100.00%	7,287,982		\$ 17,193,807.13
Uniform Butterfat Price per lb. (Hillsborough County, Florida):			\$2.3592	

Calculation of Uniform Skim Milk Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price per unit</u>	<u>Value</u>
Producer Milk				
Class I Skim Milk	90.70%	174,741,615	\$7.99 /cwt.	\$ 13,961,855.05
Class I Butterfat	54.58%	3,977,713	\$2.2432 /lb.	8,922,805.79
Class I Differential at Location		178,719,328		7,301,521.09
Total Class I Milk	89.39%	178,719,328		\$ 30,186,181.93
Class II Skim Milk	4.90%	9,436,090	\$7.94 /cwt.	\$ 749,225.54
Class II Butterfat	30.40%	2,215,559	\$2.4519 /lb.	5,432,329.12
Total Class II Milk	5.83%	11,651,649		\$ 6,181,554.66
Class III Skim Milk	0.41%	790,041	\$7.61 /cwt.	\$ 60,122.12
Class III Butterfat	4.08%	297,516	\$2.4449 /lb.	727,396.86
Total Class III Milk	0.54%	1,087,557		\$ 787,518.98
Class IV Skim Milk	3.99%	7,681,008	\$7.29 /cwt.	\$ 559,945.48
Class IV Butterfat	10.94%	797,194	\$2.4449 /lb.	1,949,059.60
Total Class IV Milk	4.24%	8,478,202		\$ 2,509,005.08
Producer Milk	100.00%	199,936,736		\$ 39,664,260.65

Adjustments

Overage and Other Source	\$ 44,469.93
Inventory Adjustments	4,074.29
Producer butterfat at uniform butterfat price	(17,193,807.13)
Location Adjustments to Producers	(160,512.58)
1/2 Unobligated Balance in P.S.F.	75,406.49
Adjusted Pool Value	\$ 11.64497
Reserve for Producer Settlement Fund	\$ 0.04497
	\$ 22,433,891.65

Uniform Skim Milk Price per cwt. (Hillsborough County, Florida):

\$11.60

Uniform Price per cwt. (Hillsborough County, Florida)

\$19.45*

* At 3.5% butterfat test; for information purposes.

OTHER FEDERAL ORDERS: CLASS I AND UNIFORM PRICES (At 3.5% Butterfat)

MARKET NAME (Priced at)	CLASS I		UNIFORM		CLASS I %
	SEP 2001	OCT 2001	AUG 2001	SEP 2001	SEP 2001
Appalachian (Charlotte)	\$ 18.66	\$ 19.03	\$ 18.01	\$ 18.17	68.96%
Arizona-Las Vegas (Phoenix)	\$ 17.91	\$ 18.28	\$ 16.39	\$ 16.70	35.04%
Central (Kansas City)	\$ 17.56	\$ 17.93	\$ 16.29	\$ 16.56	28.23%
Florida (Tampa)	\$ 19.56	\$ 19.93	\$ 19.19	\$ 19.45	89.39%
Mideast (Cleveland)	\$ 17.56	\$ 17.93	\$ 16.54	\$ 16.87	41.00%
Northeast (Boston)	\$ 18.81	\$ 19.18	\$ 17.53	\$ 17.76	44.60%
Pacific Northwest (Seattle)	\$ 17.46	\$ 17.83	\$ 15.99	\$ 16.34	27.40%
Southeast (Atlanta)	\$ 18.66	\$ 19.03	\$ 17.87	\$ 18.09	64.55%
Southwest (Dallas)	\$ 18.56	\$ 18.93	\$ 17.12	\$ 17.60	49.42%
Upper Midwest (Chicago)	\$ 17.36	\$ 17.73	\$ 16.06	\$ 16.28	18.70%
Western (Salt Lake City)	\$ 17.46	\$ 17.83	\$ 16.04	\$ 16.32	18.30%

**FLORIDA MILK MARKETING AREA-FEDERAL ORDER 6
STATISTICAL SUMMARY**

Receipts:	SEPTEMBER 2001	SEPTEMBER 2000
Producer Milk		
Class I	178,719,328	186,789,213
Class II	11,651,649	12,218,871
Class III	1,087,557	3,447,821
Class IV	8,478,202	1,321,744
	<u>199,936,736</u>	<u>203,777,649</u>
Total Producer Milk		
Average Butterfat Test	3.65%	3.65%
Percent of Producer Milk in Class I	89.39%	91.66%
Daily Average Receipts	6,664,558	6,792,588
Other Source Milk		
Class I	22,487,363	28,930,902
Class II	11,368,132	12,063,700
Class III	0	1,760,955
Class IV	3,732,021	2,213,783
	<u>37,587,516</u>	<u>44,969,340</u>
Total Other Source Milk		
Overage		
Class I	5,375	831
Class II	0	5,529
Class III	0	2,508
Class IV	138,713	111,207
	<u>144,088</u>	<u>120,075</u>
Total Overage		
Opening Inventory		
Class I	12,835,409	14,021,537
Class II	26,405	658,711
Class III	0	1,163,805
Class IV	4,919,727	4,933,873
	<u>17,781,541</u>	<u>20,777,926</u>
Total Opening Inventory		
Total Receipts	255,449,881	269,644,990
Utilization:		
Class I Utilization		
Inventory of Packaged FMP	12,730,457	13,174,086
Route Disposition Class I	199,923,693	213,854,124
Shrinkage	798,247	1,720,763
Transfers and Diversions to Nonpool	595,078	993,510
	<u>214,047,475</u>	<u>229,742,483</u>
Total Class I Utilization		
Average Butterfat Test	2.23%	2.25%
Daily Average Utilization	7,134,916	7,658,083
Class II Utilization		
Nonfluid Used To Produce	11,290,152	7,513,791
Shrinkage	0	4,882
Transfers and Diversions to Nonpool	1,714,100	1,786,989
Used To Produce/Other Uses	10,041,934	15,641,149
	<u>23,046,186</u>	<u>24,946,811</u>
Total Class II Utilization		
Average Butterfat Test	9.74%	9.48%
Class III Utilization		
Shrinkage	0	3,984,745
Transfers and Diversions to Nonpool	1,087,557	697,944
Used To Produce/Other Uses	0	1,692,400
	<u>1,087,557</u>	<u>6,375,089</u>
Total Class III Utilization		
Average Butterfat Test	27.36%	7.02%
Class IV Utilization		
Inventory	9,546,855	3,874,529
Nonfluid Used To Fortify	1,382,025	1,572,824
Shrinkage	2,861,846	0
Transfers and Diversions to Nonpool	2,332,525	3,133,254
Used To Produce/Other Uses	1,145,412	0
	<u>17,268,663</u>	<u>8,580,607</u>
Total Class IV Utilization		
Average Butterfat Test	8.64%	16.36%
Total Utilization	255,449,881	269,644,990

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in September 2001 is \$19.45 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$11.60 per hundredweight plus 3.5 times the uniform butterfat price of \$2.3592 per pound. Payment to producers may be adjusted by location differentials, if applicable, and by properly authorized deductions.

Uniform prices are the result of marketwide pooling; all producer milk was classified and priced according to the milk's use. In September, Class I use accounted for 90.70% of all producer skim milk (priced to handlers at \$7.99 per hundredweight, plus the Class I differential and 54.58% of producer butterfat (priced to handlers at \$2.2432 per pound plus Class I differential). Class II use accounted for 4.90% of all producer skim milk (\$7.94 per hundredweight) and 30.40% of producer butterfat (\$2.4519 per pound). Class III use accounted for 0.41% of all producer skim milk (\$7.61 per hundredweight) and 4.08% of producer butterfat (\$2.4449 per pound). Class IV use accounted for 3.99% of all producer skim milk (\$7.29 per hundredweight) and 10.94% of producer butterfat (\$2.4449 per pound).

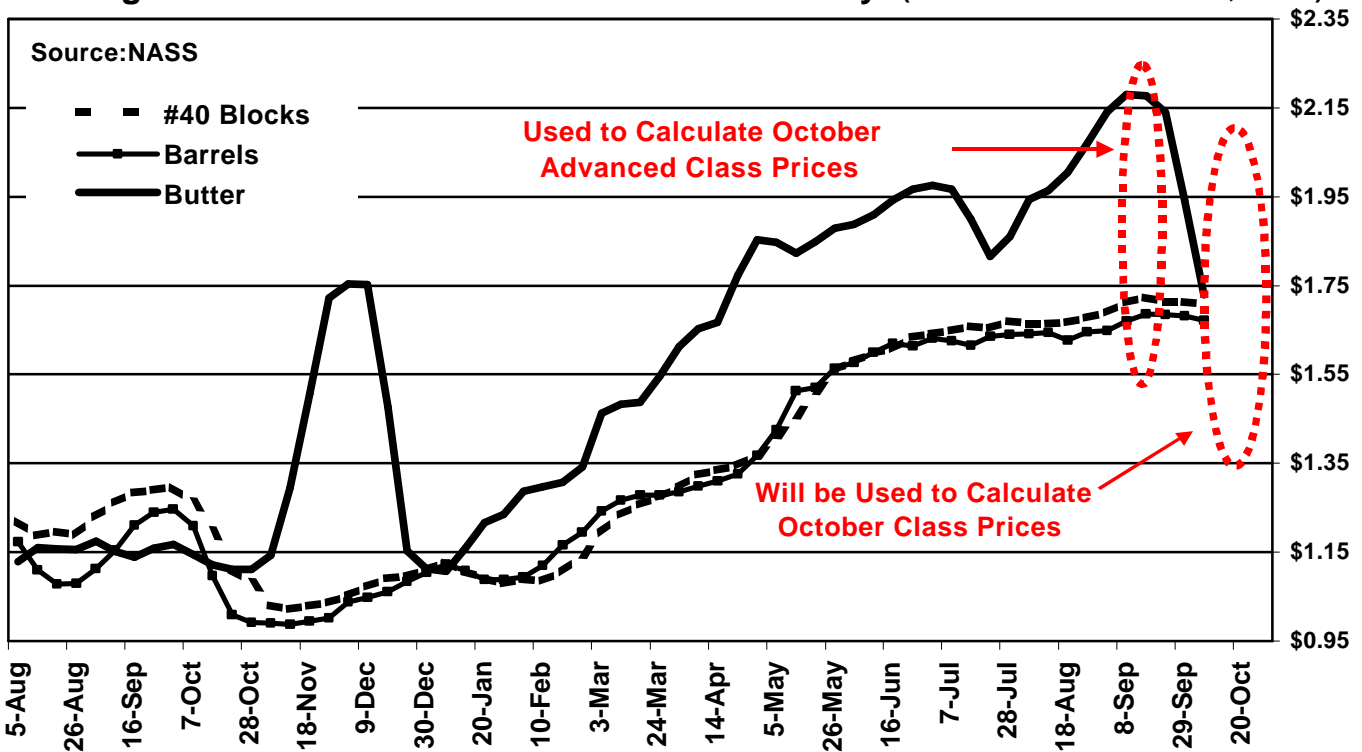
Receipts of producer milk during September 2001 totaled 199.9 million pounds, 3.8 million pounds less than was pooled in September of last year. Florida producers supplied 168.6 million pounds of milk in August 2001 to pool plants or 77.14% of the total producer milk pooled in Florida. In August 2000 Florida producers supplied 78.47% of the total producer milk pooled in the Florida market.

There were 12 regulated pool distributing plants and 2 cooperative associations submitting reports of receipts and utilization that were included in the computation of the uniform prices for September 2001. In-area Class I route disposition totaled 238.7 million pounds in August 2001, 5.8 million pounds less than last year. This represents a 0.49 percent increase after adjusting for calendar composition.

Packaged Class I Route Sales in Marketing Area

Product Description	Florida August 2001
Whole Milk	105,840,397
Fat Free Milk	34,753,462
Lowfat Milk (incl. 1%)	26,529,570
Reduced Fat Milk (incl. 2%)	56,164,326
Cultured Fluid Milk (incl. Buttermilk)	1,374,814
Flavored Drinks and Milk	14,084,147
Total Disposition in Marketing Area	238,746,716
Total Disposition by Pool Plants	213,895,409
Total Disposition by Nonpool Plants	24,851,307
Total Disposition in Marketing Area	238,746,716

August 2000 to October 2001 NASS Price Surveys (Block and Barrel Cheese; Butter)



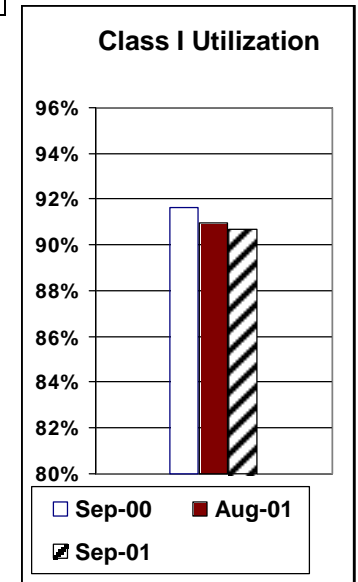
FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

Pool Period	CLASS I*			CLASS II			CLASS III			CLASS IV			UNIFORM*		
	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5
Jan 2000	\$11.72	\$1.0254	\$14.90	\$8.42	\$0.9436	\$11.43	\$7.02	\$0.9366	\$10.05	\$7.72	\$0.9366	\$10.73	\$11.32	\$0.9855	\$14.37
Feb	\$11.72	\$0.9702	\$14.71	\$8.42	\$0.9658	\$11.51	\$6.41	\$0.9588	\$9.54	\$7.71	\$0.9588	\$10.80	\$11.41	\$0.9673	\$14.40
Mar	\$11.71	\$1.0113	\$14.84	\$8.41	\$1.0261	\$11.71	\$6.19	\$1.0191	\$9.54	\$7.70	\$1.0191	\$11.00	\$11.30	\$1.0175	\$14.47
Apr	\$11.70	\$1.0389	\$14.93	\$8.40	\$1.1422	\$12.10	\$5.63	\$1.1352	\$9.41	\$7.68	\$1.1352	\$11.38	\$11.13	\$1.0897	\$14.55
May	\$11.70	\$1.1959	\$15.48	\$8.40	\$1.2924	\$12.63	\$5.05	\$1.2854	\$9.37	\$7.68	\$1.2854	\$11.91	\$11.18	\$1.2408	\$15.13
Jun	\$11.70	\$1.2595	\$15.70	\$8.40	\$1.4198	\$13.08	\$4.68	\$1.4128	\$9.46	\$7.70	\$1.4128	\$12.38	\$11.32	\$1.3282	\$15.57
Jul	\$11.71	\$1.4755	\$16.46	\$8.41	\$1.2761	\$12.58	\$6.44	\$1.2691	\$10.66	\$7.70	\$1.2691	\$11.87	\$11.31	\$1.3901	\$15.78
Aug	\$11.70	\$1.3313	\$15.95	\$8.40	\$1.2729	\$12.56	\$5.91	\$1.2659	\$10.13	\$7.71	\$1.2659	\$11.87	\$11.51	\$1.3058	\$15.68
Sep	\$11.70	\$1.2991	\$15.84	\$8.40	\$1.2777	\$12.58	\$6.54	\$1.2707	\$10.76	\$7.76	\$1.2707	\$11.94	\$11.48	\$1.2893	\$15.59
Oct	\$11.76	\$1.2966	\$15.89	\$8.46	\$1.2514	\$12.54	\$5.87	\$1.2444	\$10.02	\$7.73	\$1.2444	\$11.81	\$11.41	\$1.2758	\$15.48
Nov	\$11.74	\$1.2835	\$15.82	\$8.44	\$1.5815	\$13.68	\$3.17	\$1.5745	\$8.57	\$7.76	\$1.5745	\$13.00	\$11.36	\$1.4117	\$15.90
Dec	\$11.75	\$1.3683	\$16.13	\$8.45	\$1.6604	\$13.97	\$3.71	\$1.6534	\$9.37	\$7.75	\$1.6534	\$13.27	\$11.26	\$1.4959	\$16.10
Jan 2001	\$11.88	\$1.8644	\$17.99	\$8.58	\$1.2966	\$12.82	\$5.68	\$1.2896	\$9.99	\$7.89	\$1.2896	\$12.13	\$11.56	\$1.5988	\$16.75
Feb	\$11.89	\$1.2752	\$15.94	\$8.59	\$1.4696	\$13.43	\$5.34	\$1.4626	\$10.27	\$7.86	\$1.4626	\$12.70	\$11.54	\$1.3644	\$15.91
Mar	\$11.86	\$1.4883	\$16.65	\$8.56	\$1.6890	\$14.17	\$5.73	\$1.6820	\$11.42	\$7.85	\$1.6820	\$13.46	\$11.58	\$1.5768	\$16.69
Apr	\$11.86	\$1.7122	\$17.44	\$8.56	\$1.9553	\$15.10	\$5.43	\$1.9483	\$12.06	\$7.87	\$1.9483	\$14.41	\$11.36	\$1.8210	\$17.34
May	\$11.88	\$1.9287	\$18.21	\$8.58	\$2.1261	\$15.72	\$6.65	\$2.1191	\$13.83	\$7.90	\$2.1191	\$15.04	\$11.58	\$2.0139	\$18.22
Jun	\$11.90	\$2.1433	\$18.99	\$8.60	\$2.2159	\$16.05	\$7.55	\$2.2089	\$15.02	\$7.87	\$2.2089	\$15.33	\$11.69	\$2.1732	\$18.89
Jul	\$11.88	\$2.2504	\$19.34	\$8.58	\$2.1953	\$15.96	\$8.08	\$2.1883	\$15.46	\$7.41	\$2.1883	\$14.81	\$11.49	\$2.2253	\$18.88
Aug	\$11.90	\$2.2612	\$19.40	\$8.20	\$2.3046	\$15.98	\$7.78	\$2.2976	\$15.55	\$7.27	\$2.2976	\$15.06	\$11.62	\$2.2799	\$19.19
Sep	\$11.99	\$2.2832	\$19.56	\$7.94	\$2.4519	\$16.24	\$7.61	\$2.4449	\$15.90	\$7.29	\$2.4449	\$15.59	\$11.60	\$2.3592	\$19.45
Oct	\$11.38	\$2.5560	\$19.93	\$8.00											

FEDERAL ORDER 6 - FLORIDA: POOLED RECEIPTS AND UTILIZATION OF PRODUCER MILK

Pool Period	Producer Milk 1000 lbs.	Number of Farms	CLASS I		CLASS II		CLASS III		CLASS IV	
			1000 lbs.	%	1000 lbs.	%	1000 lbs.	%	1000 lbs.	%
Jan 2000	255,525	275	224,785	87.97%	15,200	5.95%	7,712	3.02%	7,829	3.06%
Feb	243,677	250	220,592	90.53%	15,069	6.18%	5,204	2.14%	2,811	1.15%
Mar	270,661	244	236,388	87.34%	19,765	7.30%	5,144	1.90%	9,364	3.46%
Apr	258,886	250	211,666	81.75%	19,073	7.37%	6,153	2.38%	21,994	8.50%
May	254,692	245	214,790	84.34%	19,991	7.85%	5,968	2.34%	13,943	5.47%
Jun	228,335	245	202,603	88.74%	18,208	7.97%	4,434	1.94%	3,089	1.35%
Jul	225,202	310	199,325	88.51%	17,091	7.59%	5,293	2.35%	3,494	1.55%
Aug	220,189	318	202,356	91.91%	12,493	5.67%	3,788	1.72%	1,550	0.70%
Sep	203,778	309	186,789	91.66%	12,219	6.00%	3,448	1.69%	1,322	0.65%
Oct	221,324	311	198,743	89.79%	12,564	5.68%	5,772	2.61%	4,243	1.92%
Nov	231,820	306	208,965	90.14%	14,095	6.08%	4,249	1.83%	4,512	1.95%
Dec	253,076	307	218,778	86.45%	17,825	7.04%	6,525	2.58%	9,947	3.93%
Jan 2001	259,032	265	232,905	89.91%	16,619	6.42%	5,561	2.15%	3,947	1.52%
Feb	233,485	241	209,315	89.57%	16,832	7.20%	4,364	1.87%	3,170	1.36%
Mar	262,748	234	239,873	91.30%	17,686	6.73%	3,717	1.41%	1,472	0.56%
Apr	240,954	229	211,136	87.63%	16,701	6.93%	6,493	2.69%	6,624	2.75%
May	235,280	200	212,698	90.40%	16,496	7.01%	5,127	2.18%	959	0.41%
Jun	222,089	219	202,721	91.28%	15,503	6.98%	3,499	1.58%	366	0.16%
Jul	225,754	300	197,340	87.41%	16,840	6.41%	1,583	0.70%	9,991	4.43%
Aug	218,562	353	198,789	90.96%	16,097	7.36%	1,197	0.55%	2,478	1.13%
Sep	199,937	330**	178,719	90.70%	11,652	4.90%	1,088	0.41%	8,478	3.99%

* Class I and uniform prices are at Hillsborough County (Tampa), Florida; ** Estimated



**Florida Marketing Area - Federal Order 6
Pool and Payment Dates For the Pooling Periods October 2001
through December 2001**

Pool Month	Pool & Uniform Price Release Date	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	1st Advance Pay Due		2nd Advance Pay Due		Final Pay Due	
		All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
October	11/11/01	11/13/01	11/14/01	10/19/01	10/22/01	11/05/01	11/05/01	11/14/01	11/15/01
November	12/11/01	12/12/01	12/13/01	11/19/01	11/20/01	12/04/01	12/05/01	12/13/01	12/14/01
December	01/11/02	01/14/02	01/15/02	12/19/01	12/20/01	01/04/02	01/07/02	01/15/02	01/16/02

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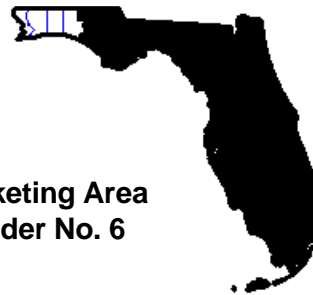
FEDERAL MILK MARKET ADMINISTRATOR
U.S. DEPARTMENT OF AGRICULTURE
P.O. BOX 1208
NORCROSS, GEORGIA 30091-1208
Address Correction Requested



FLORIDA Fluid Milk Report

Sue L. Mosley
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

November 2001

Volume 2—No. 11

USDA Recommends Class III and IV Pricing Formula Revisions

The U.S. Department of Agriculture issued a recommended decision to amend Class III and Class IV pricing formulas. This issuance stems from a Congressional mandate to reconsider the pricing formulas adopted under Federal Order reform. It follows a Tentative Final Decision issued Nov. 29, 2000, an Interim Final Rule implemented Jan. 1, 2001 and an injunction which blocked portions of the Interim Final Rule from taking effect.

This decision would leave in place the revised manufacturing allowances for butter, cheese, and non-fat dry milk, but reverse the previous determination that there should be separate butterfat prices for milk used in Class III (cheese) and Class IV (butter and dry milk products). The make allowance for dry whey used in the 'other solids' price, one of the factors in calculating Class III value, would be increased from the \$0.140 left in place under the injunction to \$0.159 per pound. In addition, the current practice of 'snubbing' the other solids price at zero, which prevents the factor becoming negative if the dry whey survey price falls below \$0.140 per pound, would be discontinued.

The other change would be to the protein price formula where two very technical adjustments are recommended. They are intended to better account for the relationship between fat and protein in milk and the amount of fat that is utilized in the cheese-making process versus the amount actually found in finished cheese. (See page four for further discussion of the potential impact of these changes.)

The recommended decision was published in the Oct. 25 Federal Register (www.access.gpo.gov/su_docs/aces/aces140.html), and interested persons have until Nov. 26 to file comments in response to the recommended decision. Comments should be faxed to Connie Brenner at 202-690-0552 or emailed to connie.brenner@usda.gov or carol.warlick@usda.gov. Dairy programs personnel will assure proper delivery of comments to the Hearing Clerk for official receipt. Comments longer than six pages are requested via email in WordPerfect or Microsoft Word format. Contact Connie Brenner at 202-720-2357 for any additional questions regarding submission of comments.

Uniform Price Follows Commodity Decline

The blend price in Hillsborough County, FL for October was \$18.30 per hundredweight at 3.5 percent butterfat. This was \$1.15 below last month, but \$2.82 higher than October of last year. Class I utilization was 91.96 percent.

The decline in commodity prices that began in late September continued through October, perhaps stabilizing in early November. The past six weeks have seen butter lose over one third of its value on the Chicago Mercantile Exchange. Cheese block and barrels fared only slightly better, falling 28 percent.

But the structure of the Federal Order system pricing and the timing of commodity surveys will temper the effects of these declines. The October Class II, III and IV prices, based on surveys of the entire month of October, are \$2.71, \$1.30 and \$2.82 less than September. However the November Class I price, based on commodity surveys of the first two weeks of October, will still be relatively strong at \$19.76 per hundredweight in Hillsborough County, FL at 3.5 percent, off only 17 cents from September.

The good news for producers on Federal Order 6 is that while October's Class I price was based on \$11.38 skim milk and \$2.5560 butterfat, November is based on \$13.60 skim milk and \$1.8956 butterfat. Class I prices are reported at 3.5 percent butterfat, yet in reality Class I is closer to 2.2 percent butterfat. Being a Class I market and having a stronger skim milk price relative to butterfat will partially insulate the Florida order from the lower national commodity prices, but expect a decline in blend prices nonetheless.

National Dairy Situation

USDA estimates milk production in September at 13.14 billion pounds, down 0.8 percent from September 2000 and 3.4 percent from a revised August 2001 estimate. Total cheese output (excluding cottage cheese) was 646 million pounds, 1.1 percent below September 2000 and 2.6 percent below August 2001. Butter production was 88.8 million pounds in September, 1.2 percent below September 2000 but 15.6 percent above August 2001. Cumulative cheese production is off 1.8 percent from 2000, while cumulative butter production lags 7.2 percent behind last year.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - OCTOBER 2001

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	54.84%	4,411,614	\$2.5160	\$ 11,099,620.82
Class I Differential at Location				179,846.63
Class II Butterfat	30.11%	2,422,439	\$1.6596	4,020,279.76
Class III Butterfat	2.41%	194,251	\$1.6526	321,019.20
Class IV Butterfat	12.64%	1,017,069	\$1.6526	1,680,808.23
Total Butterfat	100.00%	8,045,373		\$ 17,301,574.64

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$2.1505**

Calculation of Uniform Skim Milk Price:

<u>Producer Milk</u>	<u>Utilization</u>	<u>Pounds</u>	<u>Price per unit</u>	<u>Value</u>
Class I Skim Milk	93.37%	196,390,691	\$7.38 /cwt.	\$ 14,493,633.00
Class I Butterfat	54.84%	4,411,614	\$2.5160 /lb.	11,099,620.82
Class I Differential at Location		200,802,305		8,205,569.00
Total Class I Milk	91.96%	200,802,305		\$ 33,798,822.82
Class II Skim Milk	5.12%	10,770,121	\$8.00 /cwt.	\$ 861,609.68
Class II Butterfat	30.11%	2,422,439	\$1.6596 /lb.	4,020,279.76
Total Class II Milk	6.04%	13,192,560		\$ 4,881,889.44
Class III Skim Milk	0.28%	579,960	\$9.14 /cwt.	\$ 53,008.34
Class III Butterfat	2.41%	194,251	\$1.6526 /lb.	321,019.20
Total Class III Milk	0.35%	774,211		\$ 374,027.54
Class IV Skim Milk	1.23%	2,578,329	\$7.24 /cwt.	\$ 186,671.00
Class IV Butterfat	12.64%	1,017,069	\$1.6526 /lb.	1,680,808.23
Total Class IV Milk	1.65%	3,595,398		\$ 1,867,479.23
Producer Milk	100.00%	218,364,474		\$ 40,922,219.03

Adjustments

Overage and Other Source	\$ 8,381.46
Inventory Adjustments	0.00
Producer butterfat at uniform butterfat price	(17,301,574.64)
Location Adjustments to Producers	(173,957.37)
1/2 Unobligated Balance in P.S.F.	103,165.20

Adjusted Pool Value

	\$ 11.20119	\$ 23,558,233.68
Reserve for Producer Settlement Fund	\$ 0.04119	86,622.00

Uniform Skim Milk Price per cwt. (Hillsborough County, Florida):

\$11.16

Uniform Price per cwt. (Hillsborough County, Florida)

\$18.30*

* At 3.5% butterfat test; for information purposes.

OTHER FEDERAL ORDERS: CLASS I AND UNIFORM PRICES (At 3.5% Butterfat)

MARKET NAME (Priced at)	CLASS I		UNIFORM		CLASS I %
	OCT 2001	NOV 2001	SEP 2001	OCT 2001	OCT 2001
Appalachian (Charlotte)	\$ 19.03	\$ 18.86	\$ 18.17	\$ 16.73	73.38%
Arizona-Las Vegas (Phoenix)	\$ 18.28	\$ 18.11	\$ 16.70	\$ 15.01	34.89%
Central (Kansas City)	\$ 17.93	\$ 17.76	\$ 16.56	\$ 14.92	29.99%
Florida (Tampa)	\$ 19.93	\$ 19.76	\$ 19.45	\$ 18.30	91.96%
Mideast (Cleveland)	\$ 17.93	\$ 17.76	\$ 16.87	\$ 15.03	41.60%
Northeast (Boston)	\$ 19.18	\$ 19.01	\$ 17.76	\$ 16.04	47.80%
Pacific Northwest (Seattle)	\$ 17.83	\$ 17.66	\$ 16.34	\$ 14.38	33.40%
Southeast (Atlanta)	\$ 19.03	\$ 18.86	\$ 18.09	\$ 16.70	66.19%
Southwest (Dallas)	\$ 18.93	\$ 18.76	\$ 17.60	\$ 16.05	49.37%
Upper Midwest (Chicago)	\$ 17.73	\$ 17.56	\$ 16.28	\$ 14.75	19.90%
Western (Salt Lake City)	\$ 17.83	\$ 17.66	\$ 16.32	\$ 14.35	31.20%

**FLORIDA MILK MARKETING AREA-FEDERAL ORDER 6
STATISTICAL SUMMARY**

Receipts:	OCTOBER 2001	OCTOBER 2000
Producer Milk		
Class I	200,802,305	198,743,120
Class II	13,192,560	12,564,885
Class III	774,211	5,772,139
Class IV	3,595,398	4,243,927
	<hr/>	<hr/>
Total Producer Milk	218,364,474	221,324,071
Average Butterfat Test	3.68%	3.66%
Percent of Producer Milk in Class I	91.96%	89.80%
Daily Average Receipts	7,044,015	7,139,486
Other Source Milk		
Class I	19,372,922	19,115,430
Class II	11,021,853	10,528,016
Class III	0	529,385
Class IV	3,686,945	2,882,812
	<hr/>	<hr/>
Total Other Source Milk	34,081,720	33,055,643
Overage		
Class I	0	2,821
Class II	0	39,423
Class III	0	0
Class IV	18,837	14,489
	<hr/>	<hr/>
Total Overage	18,837	56,733
Opening Inventory		
Class I	12,730,457	13,174,086
Class II	0	89,864
Class III	0	46,645
Class IV	9,546,855	3,738,020
	<hr/>	<hr/>
Total Opening Inventory	22,277,312	17,048,615
	<hr/>	<hr/>
Total Receipts	274,742,343	271,485,062
Utilization:		
Class I Utilization		
Inventory of Packaged FMP	12,384,070	12,240,401
Route Disposition Class I	217,814,821	216,044,504
Shrinkage	2,149,262	1,733,384
Transfers and Diversions to Nonpool	557,531	1,017,168
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Total Class I Utilization	232,905,684	231,035,457
Average Butterfat Test	2.21%	2.27%
Daily Average Utilization	7,513,087	7,452,757
Class II Utilization		
Nonfluid Used To Produce	7,617,270	9,744,869
Shrinkage	0	2,067
Transfers and Diversions to Nonpool	1,634,868	2,147,674
Used To Produce/Other Uses	14,962,275	11,327,578
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Total Class II Utilization	24,214,413	23,222,188
Average Butterfat Test	10.01%	10.96%
Class III Utilization		
Shrinkage	0	4,178,077
Transfers and Diversions to Nonpool	0	674,287
Used To Produce/Other Uses	774,211	1,495,805
	<hr/>	<hr/>
Total Class III Utilization	774,211	6,348,169
Average Butterfat Test	25.09%	7.24%
Class IV Utilization		
Inventory	6,812,442	6,689,785
Nonfluid Used To Fortify	1,781,674	1,715,803
Shrinkage	3,981,894	0
Transfers and Diversions to Nonpool	3,031,738	2,473,660
Used To Produce/Other Uses	1,240,287	0
	<hr/>	<hr/>
Total Class IV Utilization	16,848,035	10,879,248
Average Butterfat Test	10.53%	13.09%
	<hr/>	<hr/>
Total Utilization	274,742,343	271,485,062

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in October 2001 is \$18.30 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$11.16 per hundredweight plus 3.5 times the uniform butterfat price of \$2.1505 per pound. Payment to producers may be adjusted by location differentials, if applicable, and by properly authorized deductions.

Uniform prices are the result of marketwide pooling; all producer milk was classified and priced according to the milk's use. In October, Class I use accounted for 93.37% of all producer skim milk (priced to handlers at \$7.38 per hundredweight, plus the Class I differential and 54.84% of producer butterfat (priced to handlers at \$2.5160 per pound plus Class I differential). Class II use accounted for 5.12% of all producer skim milk (\$8.00 per hundredweight) and 30.11% of producer butterfat (\$1.6596 per pound). Class III use accounted for 0.28% of all producer skim milk (\$9.14 per hundredweight) and 2.41% of producer butterfat (\$1.6526 per pound). Class IV use accounted for 1.23% of all producer skim milk (\$7.24 per hundredweight) and 12.64% of producer butterfat (\$1.6526 per pound).

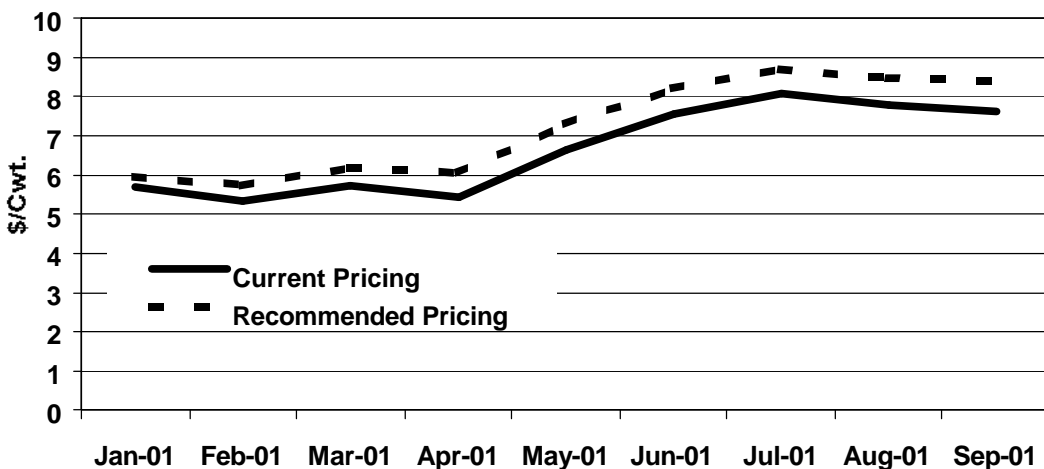
Receipts of producer milk during October 2001 totaled 218.4 million pounds, 3.0 million pounds less than was pooled in October of last year. Florida producers supplied 154.4 million pounds of milk in September 2001 to pool plants or 77.24% of the total producer milk pooled in Florida. In September 2000 Florida producers supplied 78.06% of the total producer milk pooled in the Florida market.

There were 12 regulated pool distributing plants and 2 cooperative associations submitting reports of receipts and utilization that were included in the computation of the uniform prices for October 2001. In-area Class I route disposition totaled 223.5 million pounds in September 2001, 5.1 million pounds less than last year. This represents a 5.2 percent decrease after adjusting for calendar composition.

Packaged Class I Route Sales in Marketing Area

Product Description	Florida
	September
Whole Milk	97,245,345
Fat Free Milk	32,355,823
Lowfat Milk (incl. 1%)	24,541,845
Reduced Fat Milk (incl. 2%)	51,009,909
Cultured Fluid Milk (incl. Buttermilk)	1,170,083
Flavored Drinks and Milk	17,143,362
Total Disposition in Marketing Area	223,466,367
Total Disposition by Pool Plants	197,923,654
Total Disposition by Nonpool Plants	25,542,713
Total Disposition in Marketing Area	223,466,367

Class III Skim Price Adjusted Under Latest Recommended Decision



Both the protein and other solids prices, which are altered under the recommended decision, figure into the Class III skim price. The alterations cause the other solids price to decrease a little, but this is offset by an increase in the protein price. The chart above considers only the effects on this year's Class III skim prices of the

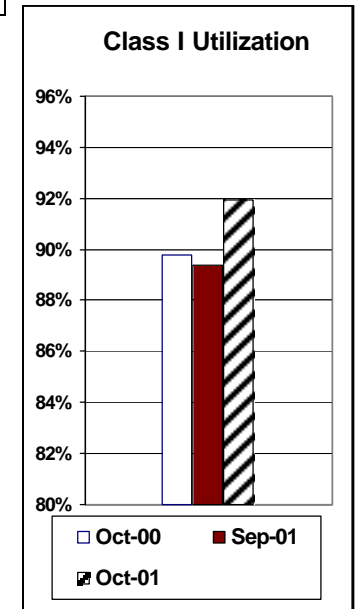
recommended decision because there is nothing in the decision to alter the Class III butterfat price or any of the Class II or Class IV prices as currently enforced. Since there is only one butterfat price for Class III and IV under this recommendation, instead of the originally suggested two, it is the higher of Class III skim or Class IV skim that drives the Class I price. The major difference between the current pricing formulas and those contained in the recommended decision is that the Class III skim price would tend to be a bit higher under the latter. These results are from the application of the formulas to prior marketing situations. They should not be interpreted as prices that would have actually occurred because industry participants likely would have reacted differently, influencing supply and demand and therefore prices.

FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

Pool Period	CLASS I*			CLASS II			CLASS III			CLASS IV			UNIFORM*		
	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5
Jan 2000	\$11.72	\$1.0254	\$14.90	\$8.42	\$0.9436	\$11.43	\$7.02	\$0.9366	\$10.05	\$7.72	\$0.9366	\$10.73	\$11.32	\$0.9855	\$14.37
Feb	\$11.72	\$0.9702	\$14.71	\$8.42	\$0.9658	\$11.51	\$6.41	\$0.9588	\$9.54	\$7.71	\$0.9588	\$10.80	\$11.41	\$0.9673	\$14.40
Mar	\$11.71	\$1.0113	\$14.84	\$8.41	\$1.0261	\$11.71	\$6.19	\$1.0191	\$9.54	\$7.70	\$1.0191	\$11.00	\$11.30	\$1.0175	\$14.47
Apr	\$11.70	\$1.0389	\$14.93	\$8.40	\$1.1422	\$12.10	\$5.63	\$1.1352	\$9.41	\$7.68	\$1.1352	\$11.38	\$11.13	\$1.0897	\$14.55
May	\$11.70	\$1.1959	\$15.48	\$8.40	\$1.2924	\$12.63	\$5.05	\$1.2854	\$9.37	\$7.68	\$1.2854	\$11.91	\$11.18	\$1.2408	\$15.13
Jun	\$11.70	\$1.2595	\$15.70	\$8.40	\$1.4198	\$13.08	\$4.68	\$1.4128	\$9.46	\$7.70	\$1.4128	\$12.38	\$11.32	\$1.3282	\$15.57
Jul	\$11.71	\$1.4755	\$16.46	\$8.41	\$1.2761	\$12.58	\$6.44	\$1.2691	\$10.66	\$7.70	\$1.2691	\$11.87	\$11.31	\$1.3901	\$15.78
Aug	\$11.70	\$1.3313	\$15.95	\$8.40	\$1.2729	\$12.56	\$5.91	\$1.2659	\$10.13	\$7.71	\$1.2659	\$11.87	\$11.51	\$1.3058	\$15.68
Sep	\$11.70	\$1.2991	\$15.84	\$8.40	\$1.2777	\$12.58	\$6.54	\$1.2707	\$10.76	\$7.76	\$1.2707	\$11.94	\$11.48	\$1.2893	\$15.59
Oct	\$11.76	\$1.2966	\$15.89	\$8.46	\$1.2514	\$12.54	\$5.87	\$1.2444	\$10.02	\$7.73	\$1.2444	\$11.81	\$11.41	\$1.2758	\$15.48
Nov	\$11.74	\$1.2835	\$15.82	\$8.44	\$1.5815	\$13.68	\$3.17	\$1.5745	\$8.57	\$7.76	\$1.5745	\$13.00	\$11.36	\$1.4117	\$15.90
Dec	\$11.75	\$1.3683	\$16.13	\$8.45	\$1.6604	\$13.97	\$3.71	\$1.6534	\$9.37	\$7.75	\$1.6534	\$13.27	\$11.26	\$1.4959	\$16.10
Jan 2001	\$11.88	\$1.8644	\$17.99	\$8.58	\$1.2966	\$12.82	\$5.68	\$1.2896	\$9.99	\$7.89	\$1.2896	\$12.13	\$11.56	\$1.5988	\$16.75
Feb	\$11.89	\$1.2752	\$15.94	\$8.59	\$1.4696	\$13.43	\$5.34	\$1.4626	\$10.27	\$7.86	\$1.4626	\$12.70	\$11.54	\$1.3644	\$15.91
Mar	\$11.86	\$1.4883	\$16.65	\$8.56	\$1.6890	\$14.17	\$5.73	\$1.6820	\$11.42	\$7.85	\$1.6820	\$13.46	\$11.58	\$1.5768	\$16.69
Apr	\$11.86	\$1.7122	\$17.44	\$8.56	\$1.9553	\$15.10	\$5.43	\$1.9483	\$12.06	\$7.87	\$1.9483	\$14.41	\$11.36	\$1.8210	\$17.34
May	\$11.88	\$1.9287	\$18.21	\$8.58	\$2.1261	\$15.72	\$6.65	\$2.1191	\$13.83	\$7.90	\$2.1191	\$15.04	\$11.58	\$2.0139	\$18.22
Jun	\$11.90	\$2.1433	\$18.99	\$8.60	\$2.2159	\$16.05	\$7.55	\$2.2089	\$15.02	\$7.87	\$2.2089	\$15.33	\$11.69	\$2.1732	\$18.89
Jul	\$11.88	\$2.2504	\$19.34	\$8.58	\$2.1953	\$15.96	\$8.08	\$2.1883	\$15.46	\$7.41	\$2.1883	\$14.81	\$11.49	\$2.2253	\$18.88
Aug	\$11.90	\$2.2612	\$19.40	\$8.20	\$2.3046	\$15.98	\$7.78	\$2.2976	\$15.55	\$7.27	\$2.2976	\$15.06	\$11.62	\$2.2799	\$19.19
Sep	\$11.99	\$2.2832	\$19.56	\$7.94	\$2.4519	\$16.24	\$7.61	\$2.4449	\$15.90	\$7.29	\$2.4449	\$15.59	\$11.60	\$2.3592	\$19.45
Oct	\$11.38	\$2.5560	\$19.93	\$8.00	\$1.6595	\$13.53	\$9.14	\$1.6526	\$14.60	\$7.24	\$1.6526	\$12.77	\$11.16	\$2.1505	\$18.30
Nov	\$13.60	\$1.8956	\$19.76	\$7.96											

FEDERAL ORDER 6 - FLORIDA: POOLED RECEIPTS AND UTILIZATION OF PRODUCER MILK

Pool Period	Producer Milk 1000 lbs.	Number of Farms	CLASS I		CLASS II		CLASS III		CLASS IV	
			1000 lbs.	%	1000 lbs.	%	1000 lbs.	%	1000 lbs.	%
Jan 2000	255,525	275	224,785	87.97%	15,200	5.95%	7,712	3.02%	7,829	3.06%
Feb	243,677	250	220,592	90.53%	15,069	6.18%	5,204	2.14%	2,811	1.15%
Mar	270,661	244	236,388	87.34%	19,765	7.30%	5,144	1.90%	9,364	3.46%
Apr	258,886	250	211,666	81.75%	19,073	7.37%	6,153	2.38%	21,994	8.50%
May	254,692	245	214,790	84.34%	19,991	7.85%	5,968	2.34%	13,943	5.47%
Jun	228,335	245	202,603	88.74%	18,208	7.97%	4,434	1.94%	3,089	1.35%
Jul	225,202	310	199,325	88.51%	17,091	7.59%	5,293	2.35%	3,494	1.55%
Aug	220,189	318	202,356	91.91%	12,493	5.67%	3,788	1.72%	1,550	0.70%
Sep	203,778	309	186,789	91.66%	12,219	6.00%	3,448	1.69%	1,322	0.65%
Oct	221,324	311	198,743	89.79%	12,564	5.68%	5,772	2.61%	4,243	1.92%
Nov	231,820	306	208,965	90.14%	14,095	6.08%	4,249	1.83%	4,512	1.95%
Dec	253,076	307	218,778	86.45%	17,825	7.04%	6,525	2.58%	9,947	3.93%
Jan 2001	259,032	265	232,905	89.91%	16,619	6.42%	5,561	2.15%	3,947	1.52%
Feb	233,485	241	209,315	89.57%	16,832	7.20%	4,364	1.87%	3,170	1.36%
Mar	262,748	234	239,873	91.30%	17,686	6.73%	3,717	1.41%	1,472	0.56%
Apr	240,954	229	211,136	87.63%	16,701	6.93%	6,493	2.69%	6,624	2.75%
May	235,280	200	212,698	90.40%	16,496	7.01%	5,127	2.18%	959	0.41%
Jun	222,089	219	202,721	91.28%	15,503	6.98%	3,499	1.58%	366	0.16%
Jul	225,754	300	197,340	87.41%	16,840	7.46%	1,583	0.70%	9,991	4.43%
Aug	218,562	353	198,789	90.96%	16,097	7.36%	1,197	0.55%	2,478	1.13%
Sep	199,937	299	178,719	89.39%	11,652	5.83%	1,088	0.54%	8,478	4.24%
Oct	218,364	300**	200,802	91.96%	13,193	6.04%	774	0.35%	3,596	1.65%



* Class I and uniform prices are at Hillsborough County (Tampa), Florida; ** Estimated

Florida Marketing Area - Federal Order 6
Pool and Payment Dates For the Pooling Periods November 2001
through January 2002

Pool Month	Pool & Uniform Price Release Date	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	1st Advance Pay Due		2nd Advance Pay Due		Final Pay Due	
		All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
November	12/11/01	12/12/01	12/13/01	11/19/01	11/20/01	12/04/01	12/05/01	12/13/01	12/14/01
December	01/11/02	01/14/02	01/15/02	12/19/01	12/20/01	01/04/02	01/07/02	01/15/02	01/16/02
January 2002	02/11/02	02/12/02	02/13/02	01/22/02	01/22/02	02/04/02	02/05/02	02/13/02	02/14/02

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FEDERAL MILK MARKET ADMINISTRATOR
 U.S. DEPARTMENT OF AGRICULTURE
 P.O. BOX 1208
 NORCROSS, GEORGIA 30091-1208

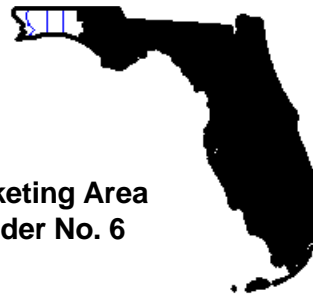
Address Correction Requested



FLORIDA Fluid Milk Report

Sue L. Mosley
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

December 2001

Volume 2—No. 12

Comment Period on Class III/IV Pricing Formula Decision Extended

USDA has extended the time allowed for filing comments on the Class III and Class IV Recommended Decision until Jan. 25, 2002. The recommended decision originally allowed for a 30-day comment period. The decision, issued Oct. 19, 2001, would result in some changes to pricing formulas used in Federal Milk Orders.

Comments should be filed with the Hearing Clerk, Room 1083, South Building, United States Department of Agriculture, Washington, DC 20250. Parties filing comments are advised that faxing comments to (202) 690-0552 or e-mailing them to "joyce.mcpherson@usda.gov" or to "clifford.carman@usda.gov" may better assure their timely receipt and consideration. Reference should be made to the title of action and docket number, as follows: "Comments on Recommended Decision for Milk in the Northeast and Other Marketing Areas; Docket No. AO-14-A69, et al.; DA-00-03."

Pacific Northwest Order Holds Hearings

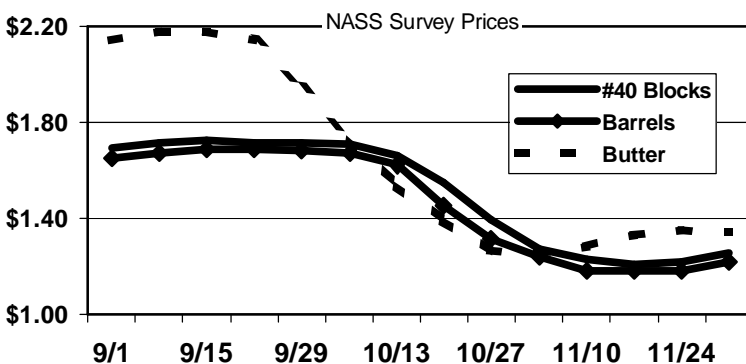
The fourth in a series of Federal Order hearings were held in Seattle, WA on Dec. 4th. Similar to hearings held in the Upper Midwest, Mideast and Central Orders, this hearing was requested by dairy cooperatives who supply the fluid and manufacturing milk needs of the market. One proposal sought the elimination of certain supply plant qualification standards of cooperative associations and the inclusion of milk diverted as a qualifying shipment for pooling. It also sought the addition of a provision that would provide for two or more cooperative pool manufacturing plants to operate as a system in meeting the shipment requirements for pooling. A second proposal would have reduced the amount of milk that a pool plant may divert for the months of March through August from 99 percent to 80 percent and added a "touch base" provision that would require at least six days' milk production of a dairy farmer be physically received at a pool plant in order to be eligible for pooling diversions.

Hearing transcripts will likely be made available in upcoming weeks at www.ams.usda.gov/dairy.

Blend Rebounds Despite Sagging Commodities

The uniform blend for November in Hillsborough County, FL was \$18.59 per hundredweight at 3.5 percent butterfat. This is \$0.29 above October, and \$2.69 above November of last year.

How could the Florida blend price increase while butter and cheese prices are decreasing? The answer lies in the Class I skim price, which rose \$2.22 in November. This rise is attributed to the Class I skim mover, which was the Advanced Class III skim price, which in turn was caused by an increase in the protein price. The protein price increased because the butter price, which is subtracted from the cheese price in Federal Order pricing formulas, fell drastically between October and November while the cheese price fell only slightly. This caused an



overall increase in the protein price, and therefore the Advanced Class III skim price, and then, therefore, the Class I skim price. Additionally, because over 90 percent of skim milk is priced in Class I, while less than 60 percent of butterfat is likewise priced, the increase in Class I skim milk value outweighed the loss in Class I butterfat value. The result is a rise in the uniform blend price despite a decline in both cheese and butter prices.

National Dairy Situation

USDA estimates milk production in October at 13.67 billion pounds, down 0.3 percent from October 2000 but up 3.9 percent from September 2001. Total cheese output was 681 million pounds, 1.1 percent below October 2000 but 5.6 percent above September 2001. Butter production was 111 million pounds in October, 6.9 percent above October 2000 and 25.2 percent above September 2001. The milk-feed price ratio fell to 3.24 in November, down 0.3 index points from October, but still 0.21 points above November 2000.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - NOVEMBER 2001

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	55.35%	4,604,840	\$1.8556	\$ 8,544,741.10
Class I Differential at Location				188,451.86
Class II Butterfat	29.77%	2,477,356	\$1.4570	3,609,507.69
Class III Butterfat	4.68%	389,481	\$1.4500	564,747.45
Class IV Butterfat	10.20%	849,015	\$1.4500	1,231,071.75
Total Butterfat	100.00%	8,320,692		\$ 14,138,519.85

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$1.6992**

Calculation of Uniform Skim Milk Price:

<u>Producer Milk</u>	<u>Utilization</u>	<u>Pounds</u>	<u>Price per unit</u>	<u>Value</u>
Class I Skim Milk	91.50%	198,632,112	\$9.60 /cwt.	\$ 19,068,682.75
Class I Butterfat	55.35%	4,604,840	\$1.8556 /lb.	8,544,741.10
Class I Differential at Location		203,236,952		8,310,636.02
Total Class I Milk	90.17%	203,236,952		\$ 35,924,059.87
Class II Skim Milk	5.08%	11,026,604	\$7.96 /cwt.	\$ 877,717.67
Class II Butterfat	29.77%	2,477,356	\$1.4570 /lb.	3,609,507.69
Total Class II Milk	5.99%	13,503,960		\$ 4,487,225.36
Class III Skim Milk	1.96%	4,252,248	\$6.46 /cwt.	\$ 274,695.21
Class III Butterfat	4.68%	389,481	\$1.4500 /lb.	564,747.45
Total Class III Milk	2.06%	4,641,729		\$ 839,442.66
Class IV Skim Milk	1.46%	3,167,099	\$7.15 /cwt.	\$ 226,447.58
Class IV Butterfat	10.20%	849,015	\$1.4500 /lb.	1,231,071.75
Total Class IV Milk	1.78%	4,016,114		\$ 1,457,519.33
Producer Milk	100.00%	225,398,755		\$ 42,708,247.22

Adjustments

Overage and Other Source	\$ 27,885.04
Inventory Adjustments	(19,026.88)
Producer butterfat at uniform butterfat price	(14,138,519.85)
Location Adjustments to Producers	(147,623.96)
1/2 Unobligated Balance in P.S.F	94,969.50

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 13.14086	\$ 28,525,931.07
	\$ 0.04086	88,704.83

Uniform Skim Milk Price per cwt. (Hillsborough County, Florida):

\$13.10

Uniform Price per cwt. (Hillsborough County, Florida)

\$18.59*

* At 3.5% butterfat test; for information purposes.

OTHER FEDERAL ORDERS: CLASS I AND UNIFORM PRICES (At 3.5% Butterfat)

MARKET NAME (Priced at)	CLASS I		UNIFORM		CLASS I %
	NOV 2001	DEC 2001	OCT 2001	NOV 2001	NOV 2001
Appalachian (Charlotte)	\$ 18.86	\$ 15.08	\$ 16.73	\$ 16.76	72.82%
Arizona-Las Vegas (Phoenix)	\$ 18.11	\$ 14.33	\$ 15.01	\$ 13.73	35.06%
Central (Kansas City)	\$ 17.76	\$ 13.98	\$ 14.92	\$ 13.17	29.41%
Florida (Tampa)	\$ 19.76	\$ 15.98	\$ 18.30	\$ 18.59	90.17%
Midwest (Cleveland)	\$ 17.76	\$ 13.98	\$ 15.03	\$ 13.79	39.50%
Northeast (Boston)	\$ 19.01	\$ 15.23	\$ 16.04	\$ 15.28	47.80%
Pacific Northwest (Seattle)	\$ 17.66	\$ 13.88	\$ 14.38	\$ 13.30	30.66%
Southeast (Atlanta)	\$ 18.86	\$ 15.08	\$ 16.70	\$ 16.20	63.91%
Southwest (Dallas)	\$ 18.76	\$ 14.98	\$ 16.05	\$ 15.08	48.77%
Upper Midwest (Chicago)	\$ 17.56	\$ 13.78	\$ 14.75	\$ 12.45	19.70%
Western (Salt Lake City)	\$ 17.65	\$ 13.87	\$ 14.35	\$ 12.87	20.15%

**FLORIDA MILK MARKETING AREA-FEDERAL ORDER 6
STATISTICAL SUMMARY**

Receipts:	NOVEMBER 2001	NOVEMBER 2000
Producer Milk		
Class I	203,236,952	208,964,684
Class II	13,503,960	14,094,716
Class III	4,641,729	4,249,051
Class IV	4,016,114	4,512,003
	<hr/>	<hr/>
Total Producer Milk	225,398,755	231,820,454
Average Butterfat Test	3.69%	3.64%
Percent of Producer Milk in Class I	90.17%	90.14%
Daily Average Receipts	7,513,292	7,727,348
Other Source Milk		
Class I	12,600,328	15,562,333
Class II	13,494,588	10,775,884
Class III	398,305	662,522
Class IV	2,427,564	4,036,076
	<hr/>	<hr/>
Total Other Source Milk	28,920,785	31,036,815
Overage		
Class I	0	2,902
Class II	33,474	0
Class III	426	0
Class IV	22,953	21,715
	<hr/>	<hr/>
Total Overage	56,853	24,617
Opening Inventory		
Class I	12,384,070	12,240,401
Class II	234,715	115,825
Class III	1,473,107	991,844
Class IV	8,104,620	5,582,116
	<hr/>	<hr/>
Total Opening Inventory	19,196,512	18,930,186
	<hr/>	<hr/>
Total Receipts	273,572,905	281,812,072
Utilization:		
Class I Utilization		
Inventory of Packaged FMP	13,157,374	12,534,591
Route Disposition Class I	212,512,776	221,244,170
Shrinkage	2,072,489	1,918,254
Transfers and Diversions to Nonpool	478,711	1,073,305
	<hr/>	<hr/>
Total Class I Utilization	228,221,350	236,770,320
Average Butterfat Test	2.28%	2.32%
Daily Average Utilization	7,607,378	7,892,344
Class II Utilization		
Nonfluid Used To Produce	5,024,582	7,108,067
Shrinkage	0	0
Transfers and Diversions to Nonpool	3,428,057	2,499,316
Used To Produce/Other Uses	18,814,098	15,379,042
	<hr/>	<hr/>
Total Class II Utilization	27,266,737	24,986,425
Average Butterfat Test	9.96%	10.85%
Class III Utilization		
Shrinkage	3,471,415	3,919,706
Transfers and Diversions to Nonpool	1,790,690	1,043,025
Used To Produce/Other Uses	1,251,462	940,686
	<hr/>	<hr/>
Total Class III Utilization	6,513,567	5,903,417
Average Butterfat Test	6.20%	7.34%
Class IV Utilization		
Inventory	5,511,847	7,220,921
Nonfluid Used To Fortify	2,500,318	2,490,959
Shrinkage	0	0
Transfers and Diversions to Nonpool	3,559,086	4,440,030
Used To Produce/Other Uses	0	0
	<hr/>	<hr/>
Total Class IV Utilization	11,571,251	14,151,910
Average Butterfat Test	11.88%	9.65%
	<hr/>	<hr/>
Total Utilization	273,572,905	281,812,072

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in November 2001 is \$18.59 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$13.10 per hundredweight plus 3.5 times the uniform butterfat price of \$1.6992 per pound. Payment to producers may be adjusted by location differentials, if applicable, and by properly authorized deductions.

Uniform prices are the result of marketwide pooling; all producer milk was classified and priced according to the milk's use. In November, Class I use accounted for 91.50% of all producer skim milk (priced to handlers at \$9.60 per hundredweight, plus the Class I differential) and 55.35% of producer butterfat (priced to handlers at \$1.8556 per pound plus Class I differential). Class II use accounted for 5.08% of all producer skim milk (\$7.96 per hundredweight) and 29.77% of producer butterfat (\$1.4570 per pound). Class III use accounted for 1.96% of all producer skim milk (\$6.46 per hundredweight) and 4.68% of producer butterfat (\$1.4500 per pound). Class IV use accounted for 1.46% of all producer skim milk (\$7.15 per hundredweight) and 10.20% of producer butterfat (\$1.4500 per pound).

Receipts of producer milk during November 2001 totaled 225.4 million pounds, 6.4 million pounds more than was pooled in November of last year. Florida producers supplied 167.9 million pounds of milk in October 2001 to pool plants or 76.87% of the total producer milk pooled in Florida. In October 2000 Florida producers supplied 78.00% of the total producer milk pooled in the Florida market.

There were 12 regulated pool distributing plants and 2 cooperative associations submitting reports of receipts and utilization that were included in the computation of the uniform prices for November 2001. In-area Class I route disposition totaled 242.5 million pounds in October 2001, 10.7 million pounds more than last year. This represents a 6.85 percent decrease after adjusting for calendar composition.

Packaged Class I Route Sales in Marketing Area

Product Description	Florida
	October 2001
Whole Milk	105,073,095
Fat Free Milk	34,567,983
Lowfat Milk (incl. 1%)	27,278,118
Reduced Fat Milk (incl. 2%)	55,625,359
Cultured Fluid Milk (incl. Buttermilk)	1,269,024
Flavored Drinks and Milk	18,729,291
Total Disposition in Marketing Area	242,542,870
Total Disposition by Pool Plants	215,868,183
Total Disposition by Nonpool Plants	26,674,687
Total Disposition in Marketing Area	242,542,870

Mailbox Prices for Selected Reporting Areas

Reporting Area	Jan-01	Feb-01	Mar-01	Apr-01	May-01	Jun-01	Simple 6 Mo. Average
Florida	16.66	15.90	16.54	17.05	17.69	18.36	17.03
Southeast States	14.99	14.23	14.79	15.33	16.10	16.82	15.38
Appalachian States	14.64	14.04	14.65	15.24	15.95	16.41	15.16
Northeast Federal Milk Order	13.19	13.22	14.03	14.37	15.43	16.19	14.41
Southern Missouri	13.56	12.94	13.69	14.11	15.03	15.77	14.18
Western Texas	13.12	12.76	13.70	14.17	15.00	15.70	14.08
Michigan	12.85	12.64	13.61	14.23	15.12	15.71	14.03
Wisconsin	12.38	12.52	13.55	14.12	15.36	16.05	14.00
Minnesota	12.33	12.57	13.45	14.03	15.33	15.90	13.94
Illinois	12.37	12.35	13.16	13.73	15.04	16.08	13.79
Corn Belt States	12.19	12.26	13.13	13.72	14.80	15.62	13.62
Northern Missouri	12.25	12.15	12.99	13.48	14.61	15.65	13.52
New Mexico	12.21	12.01	12.96	13.47	14.20	14.77	13.27
Weighted Average of Federal Order Reporting Areas	12.97	12.91	13.79	14.29	15.29	15.95	14.20
California	12.01	12.23	12.95	13.71	14.54	15.23	13.45

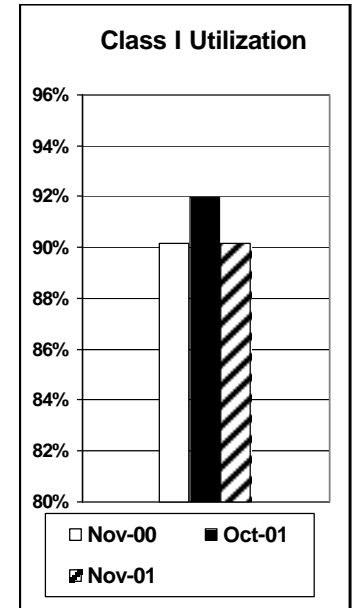
Source: DAIRY MARKET NEWS, NOVEMBER 12 – 16, 2001 VOLUME 68, REPORT 46
<http://www.ams.usda.gov/dairy/mncls/v68rpt46.pdf>

FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

Pool Period	CLASS I*			CLASS II			CLASS III			CLASS IV			UNIFORM*		
	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5
Jan 2000	\$11.72	\$1.0254	\$14.90	\$8.42	\$0.9436	\$11.43	\$7.02	\$0.9366	\$10.05	\$7.72	\$0.9366	\$10.73	\$11.32	\$0.9855	\$14.37
Feb	\$11.72	\$0.9702	\$14.71	\$8.42	\$0.9658	\$11.51	\$6.41	\$0.9588	\$9.54	\$7.71	\$0.9588	\$10.80	\$11.41	\$0.9673	\$14.40
Mar	\$11.71	\$1.0113	\$14.84	\$8.41	\$1.0261	\$11.71	\$6.19	\$1.0191	\$9.54	\$7.70	\$1.0191	\$11.00	\$11.30	\$1.0175	\$14.47
Apr	\$11.70	\$1.0389	\$14.93	\$8.40	\$1.1422	\$12.10	\$5.63	\$1.1352	\$9.41	\$7.68	\$1.1352	\$11.38	\$11.13	\$1.0897	\$14.55
May	\$11.70	\$1.1959	\$15.48	\$8.40	\$1.2924	\$12.63	\$5.05	\$1.2854	\$9.37	\$7.68	\$1.2854	\$11.91	\$11.18	\$1.2408	\$15.13
Jun	\$11.70	\$1.2595	\$15.70	\$8.40	\$1.4198	\$13.08	\$4.68	\$1.4128	\$9.46	\$7.70	\$1.4128	\$12.38	\$11.32	\$1.3282	\$15.57
Jul	\$11.71	\$1.4755	\$16.46	\$8.41	\$1.2761	\$12.58	\$6.44	\$1.2691	\$10.66	\$7.70	\$1.2691	\$11.87	\$11.31	\$1.3901	\$15.78
Aug	\$11.70	\$1.3313	\$15.95	\$8.40	\$1.2729	\$12.56	\$5.91	\$1.2659	\$10.13	\$7.71	\$1.2659	\$11.87	\$11.51	\$1.3058	\$15.68
Sep	\$11.70	\$1.2991	\$15.84	\$8.40	\$1.2777	\$12.58	\$6.54	\$1.2707	\$10.76	\$7.76	\$1.2707	\$11.94	\$11.48	\$1.2893	\$15.59
Oct	\$11.76	\$1.2966	\$15.89	\$8.46	\$1.2514	\$12.54	\$5.87	\$1.2444	\$10.02	\$7.73	\$1.2444	\$11.81	\$11.41	\$1.2758	\$15.48
Nov	\$11.74	\$1.2835	\$15.82	\$8.44	\$1.5815	\$13.68	\$3.17	\$1.5745	\$8.57	\$7.76	\$1.5745	\$13.00	\$11.36	\$1.4117	\$15.90
Dec	\$11.75	\$1.3683	\$16.13	\$8.45	\$1.6604	\$13.97	\$3.71	\$1.6534	\$9.37	\$7.75	\$1.6534	\$13.27	\$11.26	\$1.4959	\$16.10
Jan 2001	\$11.88	\$1.8644	\$17.99	\$8.58	\$1.2966	\$12.82	\$5.68	\$1.2896	\$9.99	\$ 7.89	\$1.2896	\$12.13	\$ 11.56	\$1.5988	\$16.75
Feb	\$11.89	\$1.2752	\$15.94	\$8.59	\$1.4696	\$13.43	\$5.34	\$1.4626	\$10.27	\$ 7.86	\$1.4626	\$12.70	\$ 11.54	\$1.3644	\$15.91
Mar	\$11.86	\$1.4883	\$16.65	\$8.56	\$1.6890	\$14.17	\$5.73	\$1.6820	\$11.42	\$ 7.85	\$1.6820	\$13.46	\$ 11.58	\$1.5768	\$16.69
Apr	\$11.86	\$1.7122	\$17.44	\$8.56	\$1.9553	\$15.10	\$5.43	\$1.9483	\$12.06	\$ 7.87	\$1.9483	\$14.41	\$ 11.36	\$1.8210	\$17.34
May	\$11.88	\$1.9287	\$18.21	\$8.58	\$2.1261	\$15.72	\$6.65	\$2.1191	\$13.83	\$ 7.90	\$2.1191	\$15.04	\$ 11.58	\$2.0139	\$18.22
Jun	\$11.90	\$2.1433	\$18.99	\$8.60	\$2.2159	\$16.05	\$7.55	\$2.2089	\$15.02	\$ 7.87	\$2.2089	\$15.33	\$ 11.69	\$2.1732	\$18.89
Jul	\$11.88	\$2.2504	\$19.34	\$8.58	\$2.1953	\$15.96	\$8.08	\$2.1883	\$15.46	\$ 7.41	\$2.1883	\$14.81	\$ 11.49	\$2.2253	\$18.88
Aug	\$11.90	\$2.2612	\$19.40	\$8.20	\$2.3046	\$15.98	\$7.78	\$2.2976	\$15.55	\$ 7.27	\$2.2976	\$15.06	\$ 11.62	\$2.2799	\$19.19
Sep	\$11.99	\$2.2832	\$19.56	\$7.94	\$2.4519	\$16.24	\$7.61	\$2.4449	\$15.90	\$ 7.29	\$2.4449	\$15.59	\$ 11.60	\$2.3592	\$19.45
Oct	\$11.38	\$2.5560	\$19.93	\$8.00	\$1.6595	\$13.53	\$9.14	\$1.6526	\$14.60	\$ 7.24	\$1.6526	\$12.77	\$ 11.16	\$2.1505	\$18.30
Nov	\$13.60	\$1.8956	\$19.76	\$7.96	\$1.4570	\$12.78	\$6.46	\$1.4500	\$11.31	\$ 7.15	\$1.4500	\$11.97	\$ 13.10	\$1.6992	\$18.59
Dec	\$11.15	\$1.4913	\$15.98	\$7.85											

FEDERAL ORDER 6 - FLORIDA: POOLED RECEIPTS AND UTILIZATION OF PRODUCER MILK

Pool Period	Producer Milk 1000 lbs.	Number of Farms	CLASS I		CLASS II		CLASS III		CLASS IV	
			1000 lbs.	%	1000 lbs.	%	1000 lbs.	%	1000 lbs.	%
Jan 2000	255,525	275	224,785	87.97%	15,200	5.95%	7,712	3.02%	7,829	3.06%
Feb	243,677	250	220,592	90.53%	15,069	6.18%	5,204	2.14%	2,811	1.15%
Mar	270,661	244	236,388	87.34%	19,765	7.30%	5,144	1.90%	9,364	3.46%
Apr	258,886	250	211,666	81.75%	19,073	7.37%	6,153	2.38%	21,994	8.50%
May	254,692	245	214,790	84.34%	19,991	7.85%	5,968	2.34%	13,943	5.47%
Jun	228,335	245	202,603	88.74%	18,208	7.97%	4,434	1.94%	3,089	1.35%
Jul	225,202	310	199,325	88.51%	17,091	7.59%	5,293	2.35%	3,494	1.55%
Aug	220,189	318	202,356	91.91%	12,493	5.67%	3,788	1.72%	1,550	0.70%
Sep	203,778	309	186,789	91.66%	12,219	6.00%	3,448	1.69%	1,322	0.65%
Oct	221,324	311	198,743	89.79%	12,564	5.68%	5,772	2.61%	4,243	1.92%
Nov	231,820	306	208,965	90.14%	14,095	6.08%	4,249	1.83%	4,512	1.95%
Dec	253,076	307	218,778	86.45%	17,825	7.04%	6,525	2.58%	9,947	3.93%
Jan 2001	259,032	265	232,905	89.91%	16,619	6.42%	5,561	2.15%	3,947	1.52%
Feb	233,485	241	209,315	89.57%	16,832	7.20%	4,364	1.87%	3,170	1.36%
Mar	262,748	234	239,873	91.30%	17,686	6.73%	3,717	1.41%	1,472	0.56%
Apr	240,954	229	211,136	87.63%	16,701	6.93%	6,493	2.69%	6,624	2.75%
May	235,280	200	212,698	90.40%	16,496	7.01%	5,127	2.18%	959	0.41%
Jun	222,089	219	202,721	91.28%	15,503	6.98%	3,499	1.58%	366	0.16%
Jul	225,754	300	197,340	87.41%	16,840	7.46%	1,583	0.70%	9,991	4.43%
Aug	218,562	353	198,789	90.96%	16,097	7.36%	1,197	0.55%	2,478	1.13%
Sep	199,937	299	178,719	89.39%	11,652	5.83%	1,088	0.54%	8,478	4.24%
Oct	218,364	299	200,802	91.96%	13,193	6.04%	774	0.35%	3,596	1.65%
Nov	225,399	300**	203,237	90.17%	13,503	5.99%	4,641	2.06%	4,016	1.78%



* Class I and uniform prices are at Hillsborough County (Tampa), Florida; ** Estimated

Florida Marketing Area - Federal Order 6

Pool and Payment Dates For the Pooling Periods December 2001 through February 2002

	Pool & Uniform Price	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	1st Advance Pay Due		2nd Advance Pay Due		Final Pay Due	
Pool Month	Release Date	All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
December	01/11/02	01/14/02	01/15/02	12/19/01	12/20/01	01/04/02	01/07/02	01/15/02	01/16/02
January 2002	02/11/02	02/12/02	02/13/02	01/22/02	01/22/02	02/04/02	02/05/02	02/13/02	02/14/02
February 2002	03/11/02	03/12/02	03/13/02	02/19/02	02/20/02	03/04/02	03/05/02	03/13/02	03/14/02

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FEDERAL MILK MARKET ADMINISTRATOR
U.S. DEPARTMENT OF AGRICULTURE
P.O. BOX 1208
NORCROSS, GEORGIA 30091-1208

Address Correction Requested



Happy Holidays