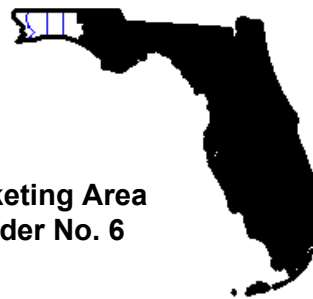


FLORIDA Fluid Milk Report

Erik F. Rasmussen
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

January 2016

Volume 17—No.1

Dairy Forecasts for 2016

Excerpts from Livestock, Dairy, & Poultry Outlook, January 19, 2016, Economic Research Service, USDA:

Feed price forecasts have been lowered from last month. The corn price for 2015/16 is forecast at \$3.30-\$3.90 per bushel, a reduction from last month's forecast of \$3.35-\$3.95. The 2015/16 soybean meal price forecast is \$270-\$310 per short ton, a reduction from last month's forecast of \$290-\$330. The national average price for alfalfa hay decreased from \$156 to \$150 per short ton from October to November.

The 2016 milk cow number forecast has been lowered by 10 thousand head due to the recent blizzard and lower expected milk prices. With lower expected returns, milk per cow has been lowered by 35 pounds for the year. The milk production forecast for 2016 has been lowered to 211.8 billion pounds, 0.6 billion pounds less than forecast last month and a 1.6 percent year-over-year increase.

Based on lower expected exports of nonfat dry milk, whey products, and cheese, 2016 export forecasts have been lowered by 0.4 billion pounds on a milk-fat basis and 1.0 billion pounds on a skim-solids basis. Although the 2016 forecast for skim-solids basis exports has been significantly reduced from last month, the year-over-year increase is still expected to be positive at 0.4 billion pounds. The forecast for 2016 imports is raised by 0.1 billion pounds on both a milk-fat basis and a skim-solids basis, primarily due to higher expected cheese imports. The domestic commercial use forecast for 2016 has been raised by 0.1 billion pounds on a milk-fat basis and by 0.4 billion pounds on a skim-solids basis due to lower expected cheese, nonfat dry milk (NDM), and whey prices. Ending stock forecasts for 2016 are lowered by 0.2 billion pounds on a milk-fat basis and raised by 0.3 billion pounds on a skim-solids basis.

For 2016, the butter price forecast has been raised to \$1.890-\$2.000 per pound due to relatively strong demand and lower expected production. The cheese price forecast has been lowered to \$1.545-\$1.625 per pound due to expected high beginning cheese stocks, the recent fall in prices, and (continued on Page 4)

Uniform Price Lower

The uniform price in Hillsborough County, Florida, was \$20.99 per hundredweight for milk at 3.5 percent butterfat for the month of December. This is a decrease of \$0.60 compared with the previous month and a decrease of \$5.46 from December 2014.

Class I utilization was 85.24 percent in December 2015. This is an increase of 1.36 percent compared to last month and an increase of 0.54 percent when compared with December of last year.

National Dairy Situation

The USDA estimates that the total U.S. production of milk in November 2015 was 16.64 billion pounds, up 0.6 percent from November 2014 and 0.5 percent higher compared with October 2015 on a daily average basis. Total cheese output (excluding cottage cheese) was 976 million pounds, 0.6 percent above November 2014 and 1.1 percent above October 2015 on a daily average basis. Butter production was 151 million pounds, 4.4 percent above November 2014 and 5.6 percent above October 2015 on a daily average basis.

Nonfat dry milk powder production was 126.0 million pounds in November, 16.9 percent lower than November of last year and 10.3 percent more than October 2015 on a daily average basis. Total dry whey production was 81.9 million pounds in November 2015, up 14.6 percent November 2014 and 11.9 percent more than October 2015 on a daily average basis. Whey protein concentrates production was 40.5 million pounds in November, 13.2 percent less than November 2014 and 2.0 percent above October 2015 on a daily average basis.

The preliminary milk-feed price ratio (the pounds of 16 percent mixed dairy feed equal in value to 1 pound of whole milk) was 2.42 in November 2015, an increase of 0.13 from the previous month but down from the 2.75 ratio from November of last year.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - DECEMBER 2015

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	51.05%	4,402,980	\$3.1048	\$ 13,670,372.29
Class I Differential at Location				246,375.23
Class II Butterfat	38.39%	3,310,732	\$2.9127	9,643,169.12
Class III Butterfat	2.43%	209,771	\$2.9057	609,531.60
Class IV Butterfat	8.13%	700,924	\$2.9057	2,036,674.87
Total Butterfat	100.00%	8,624,407		\$ 26,206,123.11

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$3.0386**

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	86.53%	198,528,863	\$6.05 /cwt.	\$ 12,010,996.22
Class I Butterfat	51.05%	4,402,980	\$3.1048 /lb.	13,670,372.29
Class I Differential at Location		202,931,843		11,346,836.63
Total Class I Milk	85.24%	202,931,843		\$ 37,028,205.14
Class II Skim Milk	9.35%	21,463,437	\$6.75 /cwt.	\$ 1,448,782.03
Class II Butterfat	38.39%	3,310,732	\$2.9127 /lb.	9,643,169.12
Total Class II Milk	10.41%	24,774,169		\$ 11,091,951.15
Class III Skim Milk	2.93%	6,726,220	\$4.43 /cwt.	\$ 297,971.53
Class III Butterfat	2.43%	209,771	\$2.9057 /lb.	609,531.60
Total Class III Milk	2.91%	6,935,991		\$ 907,503.13
Class IV Skim Milk	1.19%	2,722,050	\$5.54 /cwt.	\$ 150,801.57
Class IV Butterfat	8.13%	700,924	\$2.9057 /lb.	2,036,674.87
Total Class IV Milk	1.44%	3,422,974		\$ 2,187,476.44
Producer Milk	100.00%	238,064,977		\$ 51,215,135.86

Adjustments

Overage and Other Source	\$9,995.61
Inventory Adjustments	(\$101,201.33)
Producer butterfat at uniform butterfat price	(\$26,206,123.11)
Location Adjustments to Producers	(\$292,444.46)
1/2 Unobligated Balance in P.S.F.	\$93,630.60

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 10.77359	\$24,718,993.17
	\$ 0.04359	\$100,020.00

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

\$10.73

Uniform Price per cwt. (Hillsborough County, Florida)

\$20.99*

* 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 2015	JAN 2016	NOV 2015	DEC 2015	DEC 2015
Appalachian (Charlotte)	\$ 20.11	\$ 19.44	\$ 19.65	\$ 18.68	67.30%
Arizona (Phoenix)	\$ 19.06	\$ 18.39	\$ 17.28	\$ 16.24	27.23%
Central (Kansas City)	\$ 18.71	\$ 18.04	\$ 16.60	\$ 15.75	31.76%
Florida (Tampa)	\$ 22.11	\$ 21.44	\$ 21.59	\$ 20.99	85.24%
Mideast (Cleveland)	\$ 18.71	\$ 18.04	\$ 17.15	\$ 16.13	37.80%
Northeast (Boston)	\$ 19.96	\$ 19.29	\$ 18.32	\$ 17.27	35.50%
Pacific Northwest (Seattle)	\$ 18.61	\$ 17.94	\$ 16.68	\$ 15.68	23.46%
Southeast (Atlanta)	\$ 20.51	\$ 19.84	\$ 20.21	\$ 19.34	74.44%
Southwest (Dallas)	\$ 19.71	\$ 19.04	\$ 17.31	\$ 16.51	31.31%
Upper Midwest (Chicago)	\$ 18.51	\$ 17.84	\$ 15.75	\$ 14.86	10.00%

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

Receipts:		December 2015	December 2014
Producer Milk			
Class I		202,931,843	201,042,373
Class II		24,774,169	22,123,098
Class III		6,935,991	4,492,764
Class IV		3,422,974	9,714,992
	Total Producer Milk	238,064,977	237,373,227
	Average Butterfat Test	3.62	3.65
	Percent of Producer Milk in Class I	85.24%	84.70%
	Daily Average Receipts	7,679,515	7,657,201
Other Source Milk			
Class I		6,275,285	5,919,556
Class II		4,298,519	6,473,857
Class III		11,660	
Class IV		2,095,819	2,178,468
	Total Other Source Milk	12,681,283	14,571,881
Overage			
Class I		0	0
Class II		0	0
Class III		0	0
Class IV		3,440	0
	Total Overage	3,440	0
Opening Inventory			
Class I		8,408,356	8,194,071
Class II		224,398	303,120
Class III		3,276,568	
Class IV		5,818,934	9,071,885
	Total Opening Inventory	17,728,256	17,569,076
	Total Receipts	268,477,956	269,514,184
Utilization:			
Class I Utilization			
Inventory of Packaged FMP		9,813,546	8,239,445
Route Disposition Class I		206,755,228	206,593,758
Shrinkage		769,738	131,112
Transfers & Diversions to Nonpool		276,972	191,685
	Total Class I Utilization	217,615,484	215,156,000
	Average Butterfat Test	2.16	2.15
	Daily Average Utilization	7,019,854	6,940,516
Class II Utilization			
Nonfluid Used To Produce		4,267,805	6,466,060
Shrinkage		0	0
Transfers & Diversions to Nonpool/Commercial Foods		10,360,683	8,414,836
Used To Produce/Other Uses		14,668,598	14,019,179
	Total Class II Utilization	29,297,086	28,900,075
	Average Butterfat Test	11.89	11.56
Class III Utilization			
Shrinkage		3,599,646	0
Transfers & Diversions to Nonpool/Used to Produce		5,271,426	4,492,764
Use to Produce/Other Uses		1,353,147	0
	Total Class III Utilization	10,224,219	4,492,764
	Average Butterfat Test	2.65	3.15
Class IV Utilization			
Inventory		6,229,390	8,253,404
Nonfluid Used To Fortify		1,514,546	1,573,317
Shrinkage		0	3,706,106
Transfers & Diversions to Nonpool		3,597,231	5,947,169
Used To Produce/Other Uses		0	1,485,349
	Total Class IV Utilization	11,341,167	20,965,345
	Average Butterfat Test	10.19	6.96
	Total Utilization	268,477,956	269,514,184

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in December 2015 is \$20.99 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$10.73 per hundredweight plus 3.5 times the uniform butterfat price of \$3.0386 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 86.53% of all producer skim milk (priced to handlers at \$6.05 per hundredweight, plus the Class I differential) and 51.05% of producer butterfat (priced to handlers at \$3.1048 per pound plus Class I differential). Class II use accounted for 9.35% of all producer skim milk (\$6.75 per hundredweight) and 38.39% of producer butterfat (\$2.9127 per pound). Class III use accounted for 2.93% of all producer skim milk (\$4.43 per cwt) and 2.43% of producer butterfat (\$2.9057 per pound). Class IV use accounted for 1.19% of all producer skim milk (\$5.54 per cwt) and 8.13% of producer butterfat (\$2.9057 per lb).

Packaged Class I Route Sales in Marketing Area

Product Description	Pounds	Percent
<u>November 2015</u>		
Whole Milk	84,231,515	37.04%
Fat Free Milk	22,224,232	9.78%
Lowfat Milk (incl. 1%)	30,283,946	13.32%
Reduced Fat Milk (incl. 2%)	65,383,075	28.75%
Cultured Fluid Milk (incl. Buttermilk)	1,481,907	0.65%
Flavored Drinks and Milk	23,782,621	10.46%
Total Disposition in Marketing Area	227,407,296	100.0%
Total Disposition by Pool Plants	199,117,076	87.56%
Total Disposition by Nonpool Plants	28,290,220	12.44%
Total Disposition in Marketing Area	227,407,296	100.0%

Receipts of producer milk during December 2015 totaled 238.1 million pounds, 0.7 million pounds more than December 2014. Florida producers supplied an estimated 181.6 million pounds of milk in November or an estimated 78.61% of the producer milk pooled in Florida. In November 2014, Florida producers supplied 76.97% of producer milk pooled on the Florida market.

There were 10 regulated pool distributing plants and 6 cooperative associations submitting reports of receipts and utilization included in the computation of the uniform prices for December 2015. In-area Class I route disposition totaled 227.4 million pounds in November, 2.4 million more than November 2014.

Dairy Forecasts for 2016

(continued from Page 1) expected lower exports. NDM and whey prices have been lowered to \$0.865-\$0.925 and \$0.240-\$0.270 per pound, respectively, due to weaker expected exports. With lower expected cheese and whey prices, the 2016 Class III milk forecast has been lowered to \$14.05-\$14.85 per cwt. The Class IV milk forecast has been lowered to \$13.35-\$14.25 per cwt, as the projected reduction in the NDM price more than offsets the increase in the butter price. With lower expected Class III and IV prices, the all-milk price forecast for 2016 has been lowered to \$15.35-\$16.15 per cwt, a reduction from the \$15.95-\$16.75 forecast last month.

Outlook for World Dairy Markets

According to the December issue of Dairy: World Markets and Trade, published by the USDA Foreign Agricultural Service, preliminary data indicate that milk production among the world's major dairy exporters (the European Union (EU), United States, New Zealand, Australia, and Argentina) grew by 1 percent from 2014 to 2015. Growth among the major suppliers for 2016 is projected to be 1 percent, restrained by low milk prices largely due to the Russian ban on imports of dairy products and weak import demand from major importing countries such as China. In 2016, milk production is expected to grow by 1 percent for the EU and by about 2 percent for both the United States and Argentina. Australia's 2016 milk production is expected to be about the same as in 2015, a year of unusually high growth (3 percent), due to favorable weather conditions. New Zealand's milk production in 2016 is expected to decline by 3 percent due to low milk prices and pasture growth affected by colder than usual weather from June to mid-September. For more information, see <http://apps.fas.usda.gov/psdonline/circulars/dairy.pdf>.

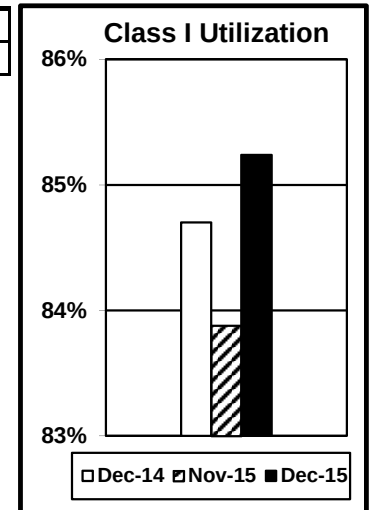
FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

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
Dec 2014	\$20.79	\$2.2475	\$27.93	\$12.14	\$2.1061	\$19.09	\$10.85	\$2.0991	\$17.82	\$ 9.69	\$2.0991	\$16.70	\$ 19.51	\$2.1767	\$26.45
Jan 2015	\$16.75	\$2.2327	\$23.98	\$10.63	\$1.6925	\$16.18	\$10.65	\$1.6855	\$16.18	\$ 7.60	\$1.6855	\$13.23	\$ 15.95	\$1.9482	\$22.21
Feb	\$16.16	\$1.7259	\$21.64	\$8.34	\$1.8366	\$14.48	\$9.39	\$1.8296	\$15.46	\$ 7.69	\$1.8296	\$13.82	\$ 15.12	\$1.7852	\$20.84
Mar	\$14.99	\$1.8548	\$20.96	\$8.31	\$1.8514	\$14.50	\$9.43	\$1.8444	\$15.56	\$ 7.61	\$1.8444	\$13.80	\$ 13.93	\$1.8532	\$19.93
Apr	\$14.77	\$1.8982	\$20.90	\$8.63	\$1.9010	\$14.98	\$9.51	\$1.8940	\$15.81	\$ 7.13	\$1.8940	\$13.51	\$ 13.81	\$1.8997	\$19.98
May	\$14.92	\$1.9512	\$21.23	\$7.85	\$2.0669	\$14.81	\$9.31	\$2.0599	\$16.19	\$ 6.94	\$2.0599	\$13.91	\$ 13.80	\$2.0120	\$20.36
Jun	\$14.77	\$2.0821	\$21.54	\$7.66	\$2.1081	\$14.77	\$9.71	\$2.1011	\$16.72	\$ 6.78	\$2.1011	\$13.90	\$ 13.77	\$2.0955	\$20.62
Jul	\$14.87	\$2.1655	\$21.93	\$7.55	\$2.1195	\$14.70	\$9.26	\$2.1125	\$16.33	\$ 5.96	\$2.1125	\$13.15	\$ 14.03	\$2.1448	\$21.05
Aug	\$14.53	\$2.1872	\$21.68	\$6.82	\$2.2744	\$14.54	\$8.64	\$2.2674	\$16.27	\$ 5.14	\$2.2674	\$12.90	\$ 13.27	\$2.2327	\$20.62
Sep	\$14.48	\$2.2193	\$21.74	\$5.91	\$2.7601	\$15.36	\$6.41	\$2.7531	\$15.82	\$ 5.64	\$2.7531	\$15.08	\$ 13.36	\$2.5044	\$21.66
Oct	\$11.97	\$2.7692	\$21.24	\$6.46	\$2.9157	\$16.44	\$5.47	\$2.9087	\$15.46	\$ 6.48	\$2.9087	\$16.43	\$ 11.33	\$2.8451	\$20.89
Nov	\$12.05	\$2.9296	\$21.88	\$7.35	\$3.1900	\$18.26	\$4.31	\$3.1830	\$15.30	\$ 5.96	\$3.1830	\$16.89	\$ 11.27	\$3.0626	\$21.59
Dec	\$11.45	\$3.1588	\$22.11	\$6.75	\$2.9127	\$16.71	\$4.43	\$2.9057	\$14.44	\$ 5.54	\$2.9057	\$15.52	\$ 10.73	\$3.0386	\$20.99
Jan 2016	\$11.01	\$3.0902	\$21.44	\$6.31											

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.	%
Dec 2014	237,373	215	201,042	84.70%	22,123	9.32%	4,493	1.89%	9,715	4.09%
Jan 2015	248,700	224	214,353	86.19%	24,695	9.93%	3,161	1.27%	6,491	2.61%
Feb	225,469	173	191,182	84.80%	21,778	9.66%	4,787	2.12%	7,722	3.42%
Mar	242,484	148	200,458	82.67%	27,920	11.51%	3,076	1.27%	11,030	4.55%
Apr	234,750	145	195,485	83.27%	24,417	10.40%	5,250	2.24%	9,598	4.09%
May	223,270	124	185,331	83.01%	25,276	11.32%	1,623	0.73%	11,039	4.94%
Jun	210,948	138	177,092	83.96%	25,956	12.30%	3,649	1.73%	4,250	2.01%
Jul	209,206	168	181,494	86.76%	21,905	10.47%	2,706	1.29%	3,101	1.48%
Aug	229,532	254	190,534	83.01%	27,287	11.89%	510	0.22%	11,202	4.88%
Sep	215,378	207	184,140	85.50%	22,771	10.57%	992	0.46%	7,475	3.47%
Oct	232,541	199	202,350	87.02%	23,994	10.32%	3,545	1.52%	2,652	1.14%
Nov	231,006	200**	193,765	83.88%	26,701	11.56%	4,918	2.13%	5,621	2.43%
Dec	238,065	200**	202,932	85.24%	24,774	10.41%	6,936	2.91%	3,423	1.44%

* 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 January through March 2016									
	Pool & Uniform Price	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	First Partial Payment Due**		Second Partial Payment Due**		Final Pay Due	
Pool Month	Release Date	All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
JAN 2016	02/11/16	02/12/16	02/16/16	01/19/16	01/20/16	02/04/16	02/05/16	02/16/16	02/16/16
FEB 2016	03/11/16	03/14/16	03/15/16	02/19/16	02/22/16	03/04/16	03/07/16	03/15/16	03/16/16
MAR 2016	04/11/16	04/12/16	04/13/16	03/21/16	03/21/16	04/04/16	04/05/16	04/13/16	04/14/16

**The base rate for making partial payments in Hillsborough Co., FL for January will be \$18.89 per hundredweight for cooperatives (90 percent of the preceding month's uniform price) and \$17.84 for nonmembers (85 percent of the preceding month's uniform price).

Producer Touch Base Requirements & Handler Diversion Limits												
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Producer Touch Base Days	10	10	10	10	10	10	10	10	10	10	10	10
Diversion Percentage Limits	15%	15%	20%	20%	20%	20%	10%	10%	10%	10%	10%	15%

WASDE Dairy Report 1/

WASDE – 549 January 12, 2016

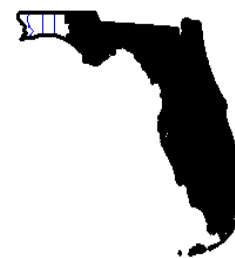
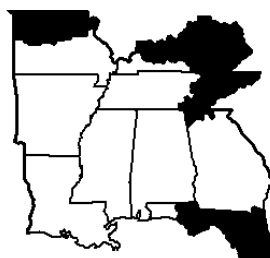
Milk production for 2015 is raised on slightly stronger growth in milk per cow. Forecast 2016 milk production is reduced from last month. Cow numbers are lowered due to lower expected milk prices and the recent blizzard in Texas and New Mexico. Growth in milk per cow is reduced on lower milk prices. Exports are lowered on both a fat- and skim-solids basis as global supplies of dairy products remain large and demand remains relatively weak. Continued strength in domestic butter use will also limit the competitiveness of U.S. butter in world markets. Fat and skim solid-basis imports for 2015 are unchanged. For 2016 both fat and skim-solids imports are raised largely on higher cheese imports.

Dairy product prices for 2015 are adjusted for December data. For 2016, butter prices are raised from last month on relatively strong demand and lower expected production. Cheese, nonfat dry milk (NDM), and whey prices are reduced. Relatively large beginning stocks of cheese and weaker beginning year prices underlie the reduction in the cheese price forecast. NDM and whey prices are expected to be pressured by weakness in exports. The Class III price for 2016 is lowered on lower cheese and whey prices and the Class IV price is reduced as a lower NDM price more than offsets a higher butter price. The all milk price is lowered to \$15.35 to \$16.15 per cwt for 2016.

1/ The World Agricultural Supply and Demand Estimates (WASDE) report provides USDA's comprehensive forecasts of supply and demand for major U.S. and global crops and U.S. livestock, including dairy. The most recent WASDE report is available at www.usda.gov/oce/commodity/wasde/index.htm.



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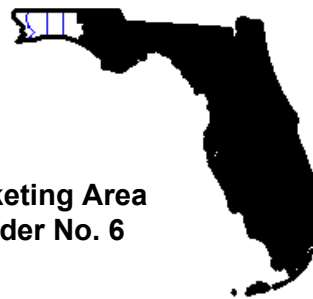
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FLORIDA Fluid Milk Report

Erik F. Rasmussen
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

February 2016

Volume 17—No.2

Dairy Forecasts for 2016

Excerpts from Livestock, Dairy, & Poultry Outlook, February 16, 2016, Economic Research Service, USDA:

Feed price forecasts remain relatively low. The corn price for 2015/16 is forecast \$3.35-\$3.85 per bushel, unchanged from last month's forecast at the midpoint. The 2015/16 soybean meal price forecast is unchanged at \$270-\$310 per short ton. The national average price for alfalfa hay in December was unchanged from November at \$150 per short ton.

Based on the most recent NASS Milk Production and Cattle reports, the forecast for 2016 first-quarter milk production has been raised by 0.1 billion pounds, with milk cows numbering 9,295 head and milk per cow 5,690 pounds. Milk production for 2016 is forecast at 211.9 billion pounds, an increase of 0.1 billion pounds over last month's forecast.

With high international supplies and weak demand for dairy products expected abroad, 2016 forecasts for exports have been reduced by 0.3 billion pounds on a milk-fat milk-equivalent basis and by 0.7 billion pounds on a skim-solids milk-equivalent basis. With strong demand expected for butter, the domestic commercial use forecast for 2016 has been raised by 0.6 billion pounds on a milk-fat basis. Domestic commercial use on a skim-solids basis has been raised by 0.5 billion pounds due to lower expected NDM and dry whey prices.

For 2016, the butter price forecast has been raised to \$1.990-\$2.090 per pound due to strong domestic demand. Weak exports and high supplies are expected to keep butter prices throughout 2016 from rising to levels seen in the fourth quarter of 2015. The price forecast for cheese has been narrowed to \$1.550-\$1.620 per pound as higher expected prices in the first quarter are offset by lower forecasts in the second half of the year. With lower exports expected, the NDM and dry whey prices have been lowered to \$0.775-\$0.835 and \$0.230-\$0.260 per pound, respectively.

With lower expected whey prices, the 2016 Class III milk forecast has been lowered at the upper end of the range to \$14.05-\$14.75 per hundredweight (cwt). The Class IV milk forecast has (continued on Page 4)

Uniform Price Lower

The uniform price in Hillsborough County, Florida, was \$19.34 per hundredweight for milk at 3.5 percent butterfat for the month of January. This is a decrease of \$1.65 compared with the previous month and a decrease of \$2.87 from January 2015.

Class I utilization was 84.57 percent in January. This is a decrease of 0.67 percent compared to last month and a decrease of 1.62 percent when compared with January of last year.

National Dairy Situation

The USDA estimates that the total U.S. production of milk in December 2015 was 17.45 billion pounds, up 0.7 percent from December 2014 and 1.3 percent higher compared with November 2015 on a daily average basis. Total cheese output was 1.02 billion pounds, 1.2 percent above December 2014 and 0.5 percent below November 2015 on a daily average basis. Butter production was 177 million pounds, 4.3 percent above December 2014 and 13.2 percent above November 2015 on a daily average basis.

Nonfat dry milk powder production was 147.0 million pounds in December, 10.2 percent lower than December of last year and 13.4 percent more than November 2015 on a daily average basis. Total dry whey production was 94.0 million pounds in December 2015, up 25.1 percent December 2014 and 7.4 percent above November 2015 on a daily average basis. Whey protein concentrates production was 40.0 million pounds in December, 14.8 percent less than December 2014 and 5.8 percent lower than November 2015 on a daily average basis.

The preliminary milk-feed price ratio (the pounds of 16 percent mixed dairy feed equal in value to 1 pound of whole milk) was 2.27 in December 2015, a decrease of 0.15 from the previous month.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - JANUARY 2016

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	47.54%	4,264,173	\$3.0362	\$ 12,946,882.06
Class I Differential at Location				238,917.92
Class II Butterfat	36.29%	3,255,561	\$2.3132	7,530,763.69
Class III Butterfat	0.89%	80,104	\$2.3062	184,735.85
Class IV Butterfat	15.28%	1,370,266	\$2.3062	3,160,107.45
Total Butterfat	100.00%	8,970,104		\$ 24,061,406.97

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$2.6824**

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	85.96%	205,364,887	\$5.61 /cwt.	\$ 11,520,970.16
Class I Butterfat	47.54%	4,264,173	\$3.0362 /lb.	12,946,882.06
Class I Differential at Location		209,629,060		11,718,415.71
Total Class I Milk	84.57%	209,629,060		\$ 36,186,267.93
Class II Skim Milk	8.06%	19,251,112	\$6.31 /cwt.	\$ 1,214,745.17
Class II Butterfat	36.29%	3,255,561	\$2.3132 /lb.	7,530,763.69
Total Class II Milk	9.08%	22,506,673		\$ 8,745,508.86
Class III Skim Milk	1.15%	2,741,506	\$5.85 /cwt.	\$ 160,378.10
Class III Butterfat	0.89%	80,104	\$2.3062 /lb.	184,735.85
Total Class III Milk	1.14%	2,821,610		\$ 345,113.95
Class IV Skim Milk	4.83%	11,539,269	\$5.43 /cwt.	\$ 626,582.30
Class IV Butterfat	15.28%	1,370,266	\$2.3062 /lb.	3,160,107.45
Total Class IV Milk	5.21%	12,909,535		\$ 3,786,689.75
Producer Milk	100.00%	247,866,878		\$ 49,063,580.49

Adjustments

Overage and Other Source	\$0.00
Inventory Adjustments	\$0.00
Producer butterfat at uniform butterfat price	(\$24,061,406.97)
Location Adjustments to Producers	(\$367,255.89)
1/2 Unobligated Balance in P.S.F.	\$98,339.91

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 10.35311	\$24,733,257.54
	\$ 0.04311	\$103,000.13

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

\$10.31

Uniform Price per cwt. (Hillsborough County, Florida)

\$19.34*

* 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 %
	JAN 2016	FEB 2016	DEC 2015	JAN 2016	JAN 2016
Appalachian (Charlotte)	\$ 19.44	\$ 17.04	\$ 18.68	\$ 17.03	70.46%
Arizona (Phoenix)	\$ 18.39	\$ 15.99	\$ 16.24	\$ 14.50	24.91%
Central (Kansas City)	\$ 18.04	\$ 15.64	\$ 15.75	\$ 14.38	30.46%
Florida (Tampa)	\$ 21.44	\$ 19.04	\$ 20.99	\$ 19.34	84.57%
Mideast (Cleveland)	\$ 18.04	\$ 15.64	\$ 16.13	\$ 14.60	32.20%
Northeast (Boston)	\$ 19.29	\$ 16.89	\$ 17.27	\$ 15.52	33.80%
Pacific Northwest (Seattle)	\$ 17.94	\$ 15.54	\$ 15.68	\$ 14.15	22.05%
Southeast (Atlanta)	\$ 19.84	\$ 17.44	\$ 19.34	\$ 17.60	72.84%
Southwest (Dallas)	\$ 19.04	\$ 16.64	\$ 16.51	\$ 15.35	31.87%
Upper Midwest (Chicago)	\$ 17.84	\$ 15.44	\$ 14.86	\$ 13.95	9.10%

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

Receipts:		January 2016	January 2015
Producer Milk			
Class I		209,629,060	214,352,738
Class II		22,506,673	24,694,652
Class III		2,821,610	3,161,004
Class IV		12,909,535	6,490,683
	Total Producer Milk	247,866,878	248,699,077
	Average Butterfat Test	3.62%	3.61%
	Percent of Producer Milk in Class I	84.57%	86.19%
	Daily Average Receipts	7,995,706	8,022,551
Other Source Milk			
Class I		5,787,727	5,678,484
Class II		5,416,516	3,303,405
Class III		0	0
Class IV		348,847	2,262,689
	Total Other Source Milk	11,553,090	11,244,578
Overage			
Class I		0	0
Class II		0	0
Class III		0	0
Class IV		0	0
	Total Overage	0	0
Opening Inventory			
Class I		9,813,546	8,239,445
Class II		0	1,808,946
Class III		0	0
Class IV		6,229,390	6,444,458
	Total Opening Inventory	16,042,936	16,492,849
	Total Receipts	275,462,904	276,436,504
Utilization:			
Class I Utilization			
Inventory of Packaged FMP		9,437,546	9,613,821
Route Disposition Class I		215,639,915	217,890,212
Shrinkage		53,640	709,744
Transfers & Diversions to Nonpool		99,232	56,890
	Total Class I Utilization	225,230,333	228,270,667
	Average Butterfat Test	2.03%	1.99%
	Daily Average Utilization	7,265,495	7,363,570
Class II Utilization			
Nonfluid Used To Produce		5,383,294	5,128,722
Shrinkage		0	48
Transfers & Diversions to Nonpool/Commercial Foods		9,268,890	10,933,048
Used To Produce/Other Uses		13,271,005	13,745,185
	Total Class II Utilization	27,923,189	29,807,003
	Average Butterfat Test	11.66%	11.93%
Class III Utilization			
Shrinkage		718	0
Transfers & Diversions to Nonpool/Used to Produce		2,820,892	3,161,004
Use to Produce/Other Uses		0	0
	Total Class III Utilization	2,821,610	3,161,004
	Average Butterfat Test	2.84%	2.76%
Class IV Utilization			
Inventory		9,575,036	5,347,248
Nonfluid Used To Fortify		238,209	204,893
Shrinkage		3,795,228	4,136,893
Transfers & Diversions to Nonpool		4,769,745	4,218,259
Used To Produce/Other Uses		1,109,554	1,290,537
	Total Class IV Utilization	19,487,772	15,197,830
	Average Butterfat Test	8.99%	10.54%
	Total Utilization	275,462,904	276,436,504

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in January 2016 is \$19.34 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$10.31 per hundredweight plus 3.5 times the uniform butterfat price of \$2.6824 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 January, Class I use accounted for 85.96% of all producer skim milk (priced to handlers at \$5.61 per hundredweight, plus the Class I differential) and 47.54% of producer butterfat (priced to handlers at \$3.0362 per pound plus Class I differential). Class II use accounted for 8.06% of all producer skim milk (\$6.31 per hundredweight) and 36.29% of producer butterfat (\$2.3132 per pound). Class III use accounted for 1.15% of all producer skim milk (\$5.85 per cwt) and 0.89% of producer butterfat (\$2.3062 per pound). Class IV use accounted for 4.83% of all producer skim milk (\$5.43 per cwt) and 15.28% of producer butterfat (\$2.3062 per pound).

Packaged Class I Route Sales in Marketing Area

Product Description	Pounds	Percent
December 2015		
Whole Milk	89,757,644	37.92%
Fat Free Milk	22,925,335	9.69%
Lowfat Milk (incl. 1%)	30,282,788	12.79%
Reduced Fat Milk (incl. 2%)	69,376,077	29.31%
Cultured Fluid Milk (incl. Buttermilk)	1,485,264	0.63%
Flavored Drinks and Milk	22,870,887	9.66%
Total Disposition in Marketing Area	236,697,995	100.0%
Total Disposition by Pool Plants	206,008,098	87.03%
Total Disposition by Nonpool Plants	30,689,897	12.97%
Total Disposition in Marketing Area	236,697,995	100.0%

Receipts of producer milk during January 2016 totaled 247.9 million pounds, 0.8 million pounds less than January 2015. Florida producers supplied an estimated 205.2 million pounds of milk in December 2015 or an estimated 86.21% of the producer milk pooled in Florida. In December 2014, Florida producers supplied 80.23% of producer milk pooled on the Florida market.

There were 10 regulated pool distributing plants and 6 cooperative associations submitting reports of receipts and utilization included in the computation of the uniform prices for January 2016. In-area Class I route disposition totaled 236.7 million pounds in December 2015, about the same as December 2014.

Dairy Forecasts for 2016

(continued from Page 1) been lowered to \$13.00-\$13.80 per cwt, as the projected reduction in the NDM price more than offsets the increase in the butter price. With lower expected Class III and IV prices, the all-milk price forecast for 2016 has been lowered to \$15.30-\$16.00 per cwt, a reduction from \$15.35-\$16.15 forecast last month.

Recent Developments in Dairy Markets

Recent weakness of dairy prices in the United States and abroad can be attributed in large part to international supply and demand conditions. In October and November, cows' milk marketings for the European Union (EU) increased by about 5 percent over the same months of the previous year, a large increase from the world's largest supplier of cows' milk. The termination of EU milk production quotas as of March 31 has undoubtedly contributed to the milk production increase. In the fourth quarter, the United States had a modest 0.6 percent year-over-year increase in milk production, while fourth-quarter milk production for New Zealand and Australia fell by 2.2 and 2.7 percent, respectively. The year-over-year increases in milk production for the EU and the United States have much more than offset recent declines for New Zealand and Australia. Meanwhile, dairy import demand from China continues to be weak, and the Russian trade ban continues to be a factor as Europeans have turned to alternative outlets for their dairy product supplies. High supplies of some dairy products have played a role in recent price declines. Year-end 2015 stocks for butter, cheese, and dry whey for human use were above 2014 levels by 46.0, 12.6, and 11.9 percent, respectively. However, nonfat dry milk (NDM) ending stocks were 16.6 percent lower than the previous year.

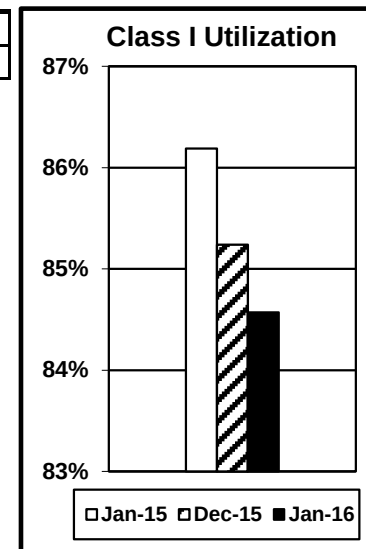
FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

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
Dec 2014	\$20.79	\$2.2475	\$27.93	\$12.14	\$2.1061	\$19.09	\$10.85	\$2.0991	\$17.82	\$ 9.69	\$2.0991	\$16.70	\$ 19.51	\$2.1767	\$26.45
Jan 2015	\$16.75	\$2.2327	\$23.98	\$10.63	\$1.6925	\$16.18	\$10.65	\$1.6855	\$16.18	\$ 7.60	\$1.6855	\$13.23	\$ 15.95	\$1.9482	\$22.21
Feb	\$16.16	\$1.7259	\$21.64	\$8.34	\$1.8366	\$14.48	\$9.39	\$1.8296	\$15.46	\$ 7.69	\$1.8296	\$13.82	\$ 15.12	\$1.7852	\$20.84
Mar	\$14.99	\$1.8548	\$20.96	\$8.31	\$1.8514	\$14.50	\$9.43	\$1.8444	\$15.56	\$ 7.61	\$1.8444	\$13.80	\$ 13.93	\$1.8532	\$19.93
Apr	\$14.77	\$1.8982	\$20.90	\$8.63	\$1.9010	\$14.98	\$9.51	\$1.8940	\$15.81	\$ 7.13	\$1.8940	\$13.51	\$ 13.81	\$1.8997	\$19.98
May	\$14.92	\$1.9512	\$21.23	\$7.85	\$2.0669	\$14.81	\$9.31	\$2.0599	\$16.19	\$ 6.94	\$2.0599	\$13.91	\$ 13.80	\$2.0120	\$20.36
Jun	\$14.77	\$2.0821	\$21.54	\$7.66	\$2.1081	\$14.77	\$9.71	\$2.1011	\$16.72	\$ 6.78	\$2.1011	\$13.90	\$ 13.77	\$2.0955	\$20.62
Jul	\$14.87	\$2.1655	\$21.93	\$7.55	\$2.1195	\$14.70	\$9.26	\$2.1125	\$16.33	\$ 5.96	\$2.1125	\$13.15	\$ 14.03	\$2.1448	\$21.05
Aug	\$14.53	\$2.1872	\$21.68	\$6.82	\$2.2744	\$14.54	\$8.64	\$2.2674	\$16.27	\$ 5.14	\$2.2674	\$12.90	\$ 13.27	\$2.2327	\$20.62
Sep	\$14.48	\$2.2193	\$21.74	\$5.91	\$2.7601	\$15.36	\$6.41	\$2.7531	\$15.82	\$ 5.64	\$2.7531	\$15.08	\$ 13.36	\$2.5044	\$21.66
Oct	\$11.97	\$2.7692	\$21.24	\$6.46	\$2.9157	\$16.44	\$5.47	\$2.9087	\$15.46	\$ 6.48	\$2.9087	\$16.43	\$ 11.33	\$2.8451	\$20.89
Nov	\$12.05	\$2.9296	\$21.88	\$7.35	\$3.1900	\$18.26	\$4.31	\$3.1830	\$15.30	\$ 5.96	\$3.1830	\$16.89	\$ 11.27	\$3.0626	\$21.59
Dec	\$11.45	\$3.1588	\$22.11	\$6.75	\$2.9127	\$16.71	\$4.43	\$2.9057	\$14.44	\$ 5.54	\$2.9057	\$15.52	\$ 10.73	\$3.0386	\$20.99
Jan 2016	\$11.01	\$3.0902	\$21.44	\$6.31	\$2.3132	\$14.19	\$5.85	\$2.3062	\$13.72	\$ 5.43	\$2.3062	\$13.31	\$ 10.31	\$2.6824	\$19.34
Feb	\$11.31	\$2.3218	\$19.04	\$6.17											

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.	%
Dec 2014	237,373	215	201,042	84.70%	22,123	9.32%	4,493	1.89%	9,715	4.09%
Jan 2015	248,700	224	214,353	86.19%	24,695	9.93%	3,161	1.27%	6,491	2.61%
Feb	225,469	173	191,182	84.80%	21,778	9.66%	4,787	2.12%	7,722	3.42%
Mar	242,484	148	200,458	82.67%	27,920	11.51%	3,076	1.27%	11,030	4.55%
Apr	234,750	145	195,485	83.27%	24,417	10.40%	5,250	2.24%	9,598	4.09%
May	223,270	124	185,331	83.01%	25,276	11.32%	1,623	0.73%	11,039	4.94%
Jun	210,948	138	177,092	83.96%	25,956	12.30%	3,649	1.73%	4,250	2.01%
Jul	209,206	168	181,494	86.76%	21,905	10.47%	2,706	1.29%	3,101	1.48%
Aug	229,532	254	190,534	83.01%	27,287	11.89%	510	0.22%	11,202	4.88%
Sep	215,378	207	184,140	85.50%	22,771	10.57%	992	0.46%	7,475	3.47%
Oct	232,541	199	202,350	87.02%	23,994	10.32%	3,545	1.52%	2,652	1.14%
Nov	231,006	194	193,765	83.88%	26,701	11.56%	4,918	2.13%	5,621	2.43%
Dec	238,065	175	202,932	85.24%	24,774	10.41%	6,936	2.91%	3,423	1.44%
Jan 2016	247,867	180**	209,629	84.57%	22,507	9.08%	2,822	1.14%	12,910	5.21%

* 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 February through April 2016									
	Pool & Uniform Price	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	First Partial Payment Due**		Second Partial Payment Due**		Final Pay Due	
Pool Month	Release Date	All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
FEB 2016	03/11/16	03/14/16	03/15/16	02/19/16	02/22/16	03/04/16	03/07/16	03/15/16	03/16/16
MAR 2016	04/11/16	04/12/16	04/13/16	03/21/16	03/21/16	04/04/16	04/05/16	04/13/16	04/14/16
APR 2016	05/11/16	05/12/16	05/13/16	04/19/16	04/20/16	05/04/16	05/05/16	05/13/16	05/16/16

**The base rate for making partial payments in Hillsborough Co., FL for February will be \$17.41 per hundredweight for cooperatives (90 percent of the preceding month's uniform price) and \$16.44 for nonmembers (85 percent of the preceding month's uniform price).

Producer Touch Base Requirements & Handler Diversion Limits												
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Producer Touch Base Days	10	10	10	10	10	10	10	10	10	10	10	10
Diversion Percentage Limits	15%	15%	20%	20%	20%	20%	10%	10%	10%	10%	10%	15%

WASDE Dairy Report 1/

WASDE – 550 February 9, 2016

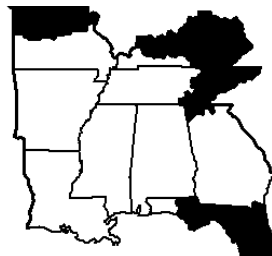
The milk production forecast for 2016 is raised from last month as the cow herd is adjusted slightly to reflect the January 1 dairy cow inventory reported in USDA's Cattle report and milk per cow is raised for the first quarter. Beginning stocks are raised from last month as cheese stocks at the end of 2015 were high. Both fat basis and skim-solids exports for 2016 are reduced from last month reflecting continued pressure on cheese, nonfat dry milk (NDM), whey, and lactose exports, due to large global supplies and a relatively strong dollar. Imports are unchanged from last month. For 2015, production, trade, and stock estimates are updated based on data through December.

Product price forecasts for NDM and whey are forecast lower as U.S. prices continue to reflect weakness in international markets. The butter price forecast is raised as domestic demand remains strong. The cheese price forecast is unchanged from last month, although the range is narrowed. The Class III price is lowered on lower whey prices. The Class IV price is down as a lower NDM price more than offsets a higher butter price. The all milk price is forecast at \$15.30 to \$16.00 per cwt.

1/ The World Agricultural Supply and Demand Estimates (WASDE) report provides USDA's comprehensive forecasts of supply and demand for major U.S. and global crops and U.S. livestock, including dairy. The most recent WASDE report is available at www.usda.gov/oce/commodity/wasde/index.htm.



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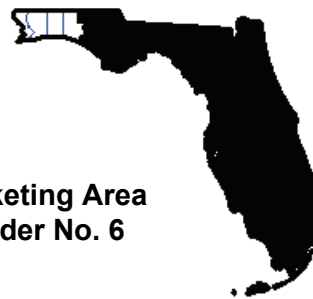
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FLORIDA Fluid Milk Report

Erik F. Rasmussen
Market Administrator

Florida Marketing Area
Federal Order No. 6



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March 2016

Volume 17—No.3

Recent Developments in Dairy Markets

Excerpts from Livestock, Dairy, & Poultry Outlook, March 15, 2016, Economic Research Service, USDA:

U.S. dairy imports surged for several major products in January. Cheese imports were 66 percent higher than January 2015. Imports of butterfat products (butter, butter oils, and anhydrous milk fat) were nearly double over the previous year. There were also large increases in imports of food preparations with substantial dairy content. Altogether, January imports were 809 million pounds on a milk-fat milk-equivalent basis, an increase from 518 million pounds in December and the highest level for a single month since January 2006. On a skim-solid milk-equivalent basis, imports were 584 million pounds, an increase from 571 million pounds in December and the highest level since February 2009. While January exports were relatively low for many dairy products, nonfat dry milk (NDM) and skim milk powder (SMP) exports remained strong, 23 percent higher than January 2015.

The surge of imports and the relative weakness of exports reflect price differences with major competitors, large global supplies, and relatively weak global demand. The U.S. domestic butter price exceeded the Oceania export price by about 69 and 79 cents in January and February, respectively, while the price differences between the U.S. and Oceania for Cheddar cheese were about 13 and 22 cents. Expansion in milk production for the European Union (EU) has contributed to an abundance of global supplies of dairy products and relatively low prices abroad. In December, EU cow's milk marketings were 4.9 percent higher than in December 2014.

U.S. cheese production for January was 26 million pounds higher than in January 2015. The high cheese production contributed to abundant supplies, with January ending cheese stocks 12.4 percent above January 2015. January production of dry whey, a byproduct of cheese, was up 7 million pounds over January 2015. As more milk moved to cheese and the whey stream, less milk was available for other products. January butter (continued on Page 4)

Uniform Price Lower

The uniform price in Hillsborough County, Florida, was \$18.43 per hundredweight for milk at 3.5 percent butterfat for the month of February. This is a decrease of \$0.91 compared with the previous month and a decrease of \$2.41 from February 2015.

Class I utilization was 83.37 percent in February. This is a decrease of 1.20 percent compared to last month and a decrease of 1.43 percent when compared with February of last year.

National Dairy Situation

The annual production of milk for the United States during 2015 was 209 billion pounds, 1.3 percent above 2014. Revisions to 2014 production increased the annual total 8 million pounds. Revised 2015 production was up 139 million pounds from last month's publication.

Production per cow in the United States averaged 22,393 pounds for 2015, 134 pounds above 2014. The average annual rate of milk production per cow has increased 12.6 percent from 2006. The average number of milk cows on farms in the United States during 2015 was 9.32 million head, up 0.6 percent from 2014. The average number of milk cows was revised up 2,000 head for 2015.

The USDA estimates that the total U.S. production of milk in January 2016 was 17.73 billion pounds, up 0.3 percent from January 2015 and 1.5 percent higher compared with December 2015. Total cheese output (excluding cottage cheese) was 1.00 billion pounds, 2.6 percent above January 2015 but 2.6 percent below December 2015. Butter production was 176 million pounds, 2.1 percent below January 2015 but 1.6 percent above December 2015.

The preliminary milk-feed price ratio was 2.14 in January 2016, down 0.13 from the prior month and slightly above the prior year.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - FEBRUARY 2016

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	46.31%	3,981,465	\$2.2678	\$ 9,029,166.32
Class I Differential at Location				222,927.19
Class II Butterfat	40.18%	3,454,420	\$2.3848	8,238,100.79
Class III Butterfat	3.34%	287,176	\$2.3778	682,847.08
Class IV Butterfat	10.17%	873,924	\$2.3778	2,078,016.49
Total Butterfat	100.00%	8,596,985		\$ 20,251,057.87
Uniform Butterfat Price per lb. (Hillsborough County, Florida):			\$2.3556	

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	84.77%	192,368,670	\$5.91 /cwt.	\$ 11,368,988.39
Class I Butterfat	46.31%	3,981,465	\$2.2678 /lb.	9,029,166.32
Class I Differential at Location		196,350,135		10,976,776.37
Total Class I Milk	83.37%	196,350,135		\$ 31,374,931.08
Class II Skim Milk	9.32%	21,145,962	\$6.17 /cwt.	\$ 1,304,705.87
Class II Butterfat	40.18%	3,454,420	\$2.3848 /lb.	8,238,100.79
Total Class II Milk	10.44%	24,600,382		\$ 9,542,806.66
Class III Skim Milk	3.71%	8,423,701	\$5.68 /cwt.	\$ 478,466.21
Class III Butterfat	3.34%	287,176	\$2.3778 /lb.	682,847.08
Total Class III Milk	3.70%	8,710,877		\$ 1,161,313.29
Class IV Skim Milk	2.20%	4,989,276	\$5.36 /cwt.	\$ 267,425.20
Class IV Butterfat	10.17%	873,924	\$2.3778 /lb.	2,078,016.49
Total Class IV Milk	2.49%	5,863,200		\$ 2,345,441.69
Producer Milk	100.00%	235,524,594		\$ 44,424,492.72

Adjustments

Overage and Other Source	\$0.00
Inventory Adjustments	\$2,668.83
Producer butterfat at uniform butterfat price	(\$20,251,057.87)
Location Adjustments to Producers	(\$238,781.92)
1/2 Unobligated Balance in P.S.F.	\$100,300.83
Adjusted Pool Value	\$ 10.59264
Reserve for Producer Settlement Fund	\$ 0.04264

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

\$10.55

Uniform Price per cwt. (Hillsborough County, Florida)

\$18.43*

* 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 2016	MAR 2016	JAN 2015	FEB 2016	FEB 2016
Appalachian (Charlotte)	\$ 17.04	\$ 17.18	\$ 17.03	\$ 16.41	69.80%
Arizona (Phoenix)	\$ 15.99	\$ 16.13	\$ 14.50	\$ 14.30	24.04%
Central (Kansas City)	\$ 15.64	\$ 15.78	\$ 14.38	\$ 14.21	30.03%
Florida (Tampa)	\$ 19.04	\$ 19.18	\$ 19.34	\$ 18.43	83.37%
Mideast (Cleveland)	\$ 15.64	\$ 15.78	\$ 14.60	\$ 14.37	32.30%
Northeast (Boston)	\$ 16.89	\$ 17.03	\$ 15.52	\$ 15.29	34.00%
Pacific Northwest (Seattle)	\$ 15.54	\$ 15.68	\$ 14.15	\$ 14.08	22.27%
Southeast (Atlanta)	\$ 17.44	\$ 17.58	\$ 17.60	\$ 16.88	73.25%
Southwest (Dallas)	\$ 16.64	\$ 16.78	\$ 15.35	\$ 15.02	29.46%
Upper Midwest (Chicago)	\$ 15.44	\$ 15.58	\$ 13.95	\$ 13.99	9.20%

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

Receipts:		February 2016	February 2015
Producer Milk			
Class I		196,350,135	191,182,287
Class II		24,600,382	21,777,863
Class III		8,710,877	4,786,565
Class IV		5,863,200	7,722,131
Total Producer Milk		235,524,594	225,468,846
Average Butterfat Test		3.65%	3.64%
Percent of Producer Milk in Class I		83.37%	84.80%
Daily Average Receipts		8,121,538	8,052,459
Other Source Milk			
Class I		5,247,413	5,284,569
Class II		6,401,122	6,751,925
Class III		0	0
Class IV		280,142	311,969
Total Other Source Milk		11,928,677	12,348,463
Overage			
Class I		0	0
Class II		0	0
Class III		0	0
Class IV		0	0
Total Overage		0	0
Opening Inventory			
Class I		9,437,546	9,613,821
Class II		350,901	664,285
Class III		28,862	0
Class IV		9,195,273	4,817,493
Total Opening Inventory		19,012,582	15,095,599
Total Receipts		266,465,853	252,912,908
Utilization:			
Class I Utilization			
Inventory of Packaged FMP		9,003,770	9,562,695
Route Disposition Class I		201,863,900	195,255,239
Shrinkage		108,091	406,685
Transfers & Diversions to Nonpool		59,333	856,058
Total Class I Utilization		211,035,094	206,080,677
Average Butterfat Test		2.02%	1.98%
Daily Average Utilization		7,277,072	7,360,024
Class II Utilization			
Nonfluid Used To Produce		6,401,122	6,830,493
Shrinkage		0	0
Transfers & Diversions to Nonpool/Commercial Foods		10,339,634	8,777,122
Used To Produce/Other Uses		14,611,649	13,586,458
Total Class II Utilization		31,352,405	29,194,073
Average Butterfat Test		11.02%	10.80%
Class III Utilization			
Shrinkage		519	0
Transfers & Diversions to Nonpool/Used to Produce		8,739,220	4,786,565
Use to Produce/Other Uses		0	0
Total Class III Utilization		8,739,739	4,786,565
Average Butterfat Test		3.29%	2.95%
Class IV Utilization			
Inventory		7,893,329	5,303,825
Nonfluid Used To Fortify		246,358	170,685
Shrinkage		3,408,201	3,663,617
Transfers & Diversions to Nonpool		2,710,168	2,643,401
Used To Produce/Other Uses		1,080,559	1,070,065
Total Class IV Utilization		15,338,615	12,851,593
Average Butterfat Test		9.11%	12.46%
Total Utilization		266,465,853	252,912,908

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in February 2016 is \$18.43 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$10.55 per hundredweight plus 3.5 times the uniform butterfat price of \$2.3556 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 February, Class I use accounted for 84.77% of all producer skim milk (priced to handlers at \$5.91 per hundredweight, plus the Class I differential) and 46.31% of producer butterfat (priced to handlers at \$2.2678 per pound plus Class I differential). Class II use accounted for 9.32% of all producer skim milk (\$6.17 per hundredweight) and 40.18% of producer butterfat (\$2.3848 per pound). Class III use accounted for 3.17% of all producer skim milk (\$5.68 per cwt) and 3.34% of producer butterfat (\$2.3778 per pound). Class IV use accounted for 2.20% of all producer skim milk (\$5.36 per cwt) and 10.17% of producer butterfat (\$2.3778 per pound).

Packaged Class I Route Sales in Marketing Area

Product Description	Pounds	Percent
January 2016		
Whole Milk	90,013,727	37.26%
Fat Free Milk	24,548,481	10.16%
Lowfat Milk (incl. 1%)	33,343,576	13.80%
Reduced Fat Milk (incl. 2%)	71,128,808	29.44%
Cultured Fluid Milk (incl. Buttermilk)	1,239,490	0.51%
Flavored Drinks and Milk	21,307,267	8.82%
Total Disposition in Marketing Area	241,581,349	100.0%
Total Disposition by Pool Plants	214,831,760	88.93%
Total Disposition by Nonpool Plants	26,749,589	11.07%
Total Disposition in Marketing Area	241,581,349	100.0%

Receipts of producer milk during February totaled 235.5 million pounds, 10.1 million pounds less than February 2015. Florida producers supplied an estimated 217.2 million pounds of milk in January 2016 or an estimated 87.62% of the producer milk pooled in Florida. In January 2015, Florida producers supplied 86.58% of producer milk pooled on the Florida market.

There were 10 regulated pool distributing plants and 6 cooperative associations submitting reports of receipts and utilization included in the computation of the uniform prices for February 2016. In-area Class I route disposition totaled 241.6 million pounds in January 2016, 3.6 million pounds less than January of the previous year.

Recent Developments in Dairy Markets

(continued from Page 1) production was 4 million pounds less than the previous year, and NDM and SMP production combined was 21 million pounds less.

U.S. milk production was 17,730 million pounds in January, an increase of 0.3 percent over January 2015. Although milk production continued to expand, the expansion was at a lesser rate than the 0.7 percent year-over-year increase in December. Milk cows in January numbered 9.310 thousand head, 2 thousand more than in January 2015, and the average yield was 1,904 pounds per cow, a year-over-year increase of 4 pounds.

Price directions of major dairy commodities, as reported in the USDA National Dairy Products Sales Report, were mixed in February. From the week ending January 30 to the week ending February 27, the price of butter decreased from \$2.150 to \$2.074 per pound. For the same weeks, the price of 40-pound blocks of Cheddar cheese increased from \$1.498 to \$1.504 per pound, but 500-pound barrels (adjusted to 38-percent moisture) decreased from \$1.542 to \$1.521 per pound. The price of dry whey rose from \$0.239 for the week ending January 30 to \$0.259 for the week ending February 27. NDM prices were fairly stable during the month, with prices declining from \$0.771 to \$0.768 per pound.

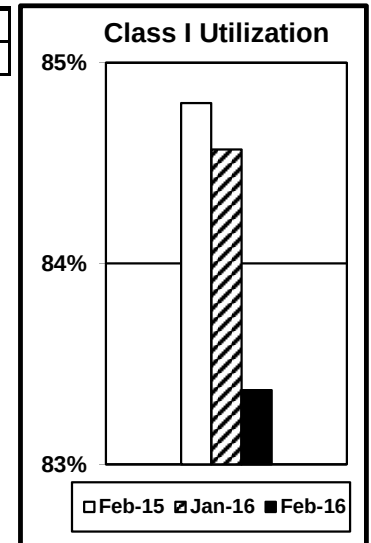
FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

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 2015	\$16.75	\$2.2327	\$23.98	\$10.63	\$1.6925	\$16.18	\$10.65	\$1.6855	\$16.18	\$ 7.60	\$1.6855	\$13.23	\$ 15.95	\$1.9482	\$22.21
Feb	\$16.16	\$1.7259	\$21.64	\$8.34	\$1.8366	\$14.48	\$9.39	\$1.8296	\$15.46	\$ 7.69	\$1.8296	\$13.82	\$ 15.12	\$1.7852	\$20.84
Mar	\$14.99	\$1.8548	\$20.96	\$8.31	\$1.8514	\$14.50	\$9.43	\$1.8444	\$15.56	\$ 7.61	\$1.8444	\$13.80	\$ 13.93	\$1.8532	\$19.93
Apr	\$14.77	\$1.8982	\$20.90	\$8.63	\$1.9010	\$14.98	\$9.51	\$1.8940	\$15.81	\$ 7.13	\$1.8940	\$13.51	\$ 13.81	\$1.8997	\$19.98
May	\$14.92	\$1.9512	\$21.23	\$7.85	\$2.0669	\$14.81	\$9.31	\$2.0599	\$16.19	\$ 6.94	\$2.0599	\$13.91	\$ 13.80	\$2.0120	\$20.36
Jun	\$14.77	\$2.0821	\$21.54	\$7.66	\$2.1081	\$14.77	\$9.71	\$2.1011	\$16.72	\$ 6.78	\$2.1011	\$13.90	\$ 13.77	\$2.0955	\$20.62
Jul	\$14.87	\$2.1655	\$21.93	\$7.55	\$2.1195	\$14.70	\$9.26	\$2.1125	\$16.33	\$ 5.96	\$2.1125	\$13.15	\$ 14.03	\$2.1448	\$21.05
Aug	\$14.53	\$2.1872	\$21.68	\$6.82	\$2.2744	\$14.54	\$8.64	\$2.2674	\$16.27	\$ 5.14	\$2.2674	\$12.90	\$ 13.27	\$2.2327	\$20.62
Sep	\$14.48	\$2.2193	\$21.74	\$5.91	\$2.7601	\$15.36	\$6.41	\$2.7531	\$15.82	\$ 5.64	\$2.7531	\$15.08	\$ 13.36	\$2.5044	\$21.66
Oct	\$11.97	\$2.7692	\$21.24	\$6.46	\$2.9157	\$16.44	\$5.47	\$2.9087	\$15.46	\$ 6.48	\$2.9087	\$16.43	\$ 11.33	\$2.8451	\$20.89
Nov	\$12.05	\$2.9296	\$21.88	\$7.35	\$3.1900	\$18.26	\$4.31	\$3.1830	\$15.30	\$ 5.96	\$3.1830	\$16.89	\$ 11.27	\$3.0626	\$21.59
Dec	\$11.45	\$3.1588	\$22.11	\$6.75	\$2.9127	\$16.71	\$4.43	\$2.9057	\$14.44	\$ 5.54	\$2.9057	\$15.52	\$ 10.73	\$3.0386	\$20.99
Jan 2016	\$11.01	\$3.0902	\$21.44	\$6.31	\$2.3132	\$14.19	\$5.85	\$2.3062	\$13.72	\$ 5.43	\$2.3062	\$13.31	\$ 10.31	\$2.6824	\$19.34
Feb	\$11.31	\$2.3218	\$19.04	\$6.17	\$2.3848	\$14.30	\$5.68	\$2.3778	\$13.80	\$ 5.36	\$2.3778	\$13.49	\$ 10.55	\$2.3556	\$18.43
Mar	\$10.94	\$2.4643	\$19.18	\$6.05											

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 2015	248,700	224	214,353	86.19%	24,695	9.93%	3,161	1.27%	6,491	2.61%
Feb	225,469	173	191,182	84.80%	21,778	9.66%	4,787	2.12%	7,722	3.42%
Mar	242,484	148	200,458	82.67%	27,920	11.51%	3,076	1.27%	11,030	4.55%
Apr	234,750	145	195,485	83.27%	24,417	10.40%	5,250	2.24%	9,598	4.09%
May	223,270	124	185,331	83.01%	25,276	11.32%	1,623	0.73%	11,039	4.94%
Jun	210,948	138	177,092	83.96%	25,956	12.30%	3,649	1.73%	4,250	2.01%
Jul	209,206	168	181,494	86.76%	21,905	10.47%	2,706	1.29%	3,101	1.48%
Aug	229,532	254	190,534	83.01%	27,287	11.89%	510	0.22%	11,202	4.88%
Sep	215,378	207	184,140	85.50%	22,771	10.57%	992	0.46%	7,475	3.47%
Oct	232,541	199	202,350	87.02%	23,994	10.32%	3,545	1.52%	2,652	1.14%
Nov	231,006	194	193,765	83.88%	26,701	11.56%	4,918	2.13%	5,621	2.43%
Dec	238,065	175	202,932	85.24%	24,774	10.41%	6,936	2.91%	3,423	1.44%
Jan 2016	247,867	154	209,629	84.57%	22,507	9.08%	2,822	1.14%	12,910	5.21%
Feb	235,525	150**	196,350	83.37%	24,600	10.44%	8,711	3.70%	5,863	2.49%

* 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 March through May 2016									
	Pool & Uniform Price	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	First Partial Payment Due**		Second Partial Payment Due**		Final Pay Due	
Pool Month	Release Date	All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
MAR 2016	04/11/16	04/12/16	04/13/16	03/21/16	03/21/16	04/04/16	04/05/16	04/13/16	04/14/16
APR 2016	05/11/16	05/12/16	05/13/16	04/19/16	04/20/16	05/04/16	05/05/16	05/13/16	05/16/16
MAY 2016	06/11/16	06/13/16	06/14/16	05/19/16	05/20/16	06/06/16	06/06/16	06/14/16	06/15/16

**The base rate for making partial payments in Hillsborough Co., FL for March will be \$16.59 per hundredweight for cooperatives (90 percent of the preceding month's uniform price) and \$15.67 for nonmembers (85 percent of the preceding month's uniform price).

Producer Touch Base Requirements & Handler Diversion Limits												
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Producer Touch Base Days	10	10	10	10	10	10	10	10	10	10	10	10
Diversion Percentage Limits	15%	15%	20%	20%	20%	20%	10%	10%	10%	10%	10%	15%

WASDE Dairy Report 1/

WASDE – 551 March 9, 2016

The milk production forecast for 2016 is lowered from last month as a smaller decline in the cowherd is more than offset by slower growth in milk per cow. Fat and skim-solids basis exports are reduced primarily on strong competition in international whey product markets, and exports of a number of other dairy products are facing increased competition. Imports are increased on both a fat and skim-solids basis. Continued strength of the U.S. dollar is expected to keep the United States as an attractive market for dairy products. Expectations of a relatively wide spread between U.S. and international butter prices will support increased butterfat imports while cheese imports will likely benefit from continued demand strength. Whey product exports are also likely to be pressured by large world supplies.

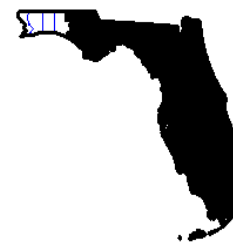
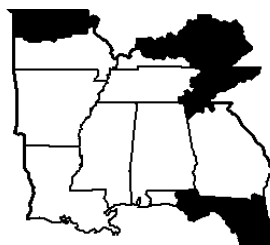
The butter price forecast is raised as demand remains firm. Cheese and nonfat dry milk (NDM) prices are reduced as supplies are expected to be large and in the case of NDM, international prices will remain under pressure from large global supplies. The whey price forecast is unchanged. The Class III price is lowered on the lower cheese price. The Class IV price is unchanged at the midpoint as the higher butter price offsets a lower NDM price; however, the range is narrowed. The all milk price forecast is lowered to \$14.95 to \$15.55 per cwt.

1/ The World Agricultural Supply and Demand Estimates (WASDE) report provides USDA's comprehensive forecasts of supply and demand for major U.S. and global crops and U.S. livestock, including dairy. The most recent WASDE report is available at www.usda.gov/oce/commodity/wasde/index.htm.



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FLORIDA Fluid Milk Report

Erik F. Rasmussen
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

April 2016

Volume 17—No.4

Recent Developments in Dairy Markets

Excerpts from Livestock, Dairy, & Poultry Outlook, April 18, 2016, Economic Research Service, USDA:

U.S. dairy imports continued relatively high in February, especially for products with high milk-fat content. Imports of cheese and butterfat products were higher than January 2016 and much higher than February 2015. Imports from New Zealand, the European Union (EU), and Canada made up substantial shares of dairy imports. On the export side, combined exports of nonfat dry milk (NDM) and skim milk powder remained strong compared to exports of other products, with exports to Mexico making up the largest share. Exports of whey products grew from January to February and exceeded February 2015. U.S. exports of butterfat products also increased significantly over the previous month and February 2015.

Price differences between U.S. domestic wholesale prices and foreign export prices have contributed to the increase in imports of products with high milk-fat content and the resilience of exports of products with high skim-solids content. The large price gap between the U.S. and foreign prices for butter has encouraged nonlicensed¹ butter imports at the high-tier tariff rate of \$0.699 per pound. Although U.S. prices for NDM and dry whey are competitive with prices of foreign competitors, U.S. export growth continues to be constrained by slow global demand growth.

U.S. milk production has continued to grow. Daily milk production in February was 1.0 percent higher than February 2015, and daily milk per cow in February was 0.9 percent higher. Milk cows were four-thousand head higher than the previous February. Prices for corn, soybean meal, and alfalfa hay have been relatively low in recent months, contributing to favorable conditions for increased milk production.

For the weeks ending March 5 through March 26, federally inspected milk cow slaughter was below corresponding weeks in 2015. Relatively low cull-cow prices may have contributed to retention of some milk cows that would have otherwise been culled. Although specific price data are not (continued on Page 4)

Uniform Price Lower

The uniform price in Hillsborough County, Florida, was \$18.06 per hundredweight for milk at 3.5 percent butterfat for the month of March. This is a decrease of \$0.37 compared with the previous month and a decrease of \$1.87 from March 2015.

Class I utilization was 84.37 percent in March. This is an increase of 1.00 percent compared to last month and a decrease of 1.70 percent when compared with March of last year.

National Dairy Situation

The USDA estimates that the total U.S. production of milk in February 2016 was 16.90 billion pounds, up 4.6 percent from February 2015 and 2.0 percent higher compared with January 2016. However, adjusting production for the additional day due to leap year causes February milk production to be up 1.0 percent on a per day basis. Total cheese output (excluding cottage cheese) was 956 million pounds, 7.8 percent above February 2015 but 4.7 percent below January 2016. Butter production was 171 million pounds, 9.6 percent above February 2015 but 2.5 percent below January 2016.

Nonfat dry milk powder production was 145.0 million pounds in February, 3.9 percent lower than February of last year and 13.0 percent more than January 2016 on a daily average basis. Total dry whey production was 74.6 million pounds in February, down 4.3 percent from February 2015 and 4.2 percent above January 2016 on a daily average basis. Whey protein concentrates production was 36.9 million pounds in February, 5.1 percent less than February 2015 and 1.0 percent lower than January 2016 on a daily average basis.

The preliminary milk-feed price ratio (the pounds of 16 percent mixed dairy feed equal in value to 1 pound of whole milk) was 2.15 in February, 0.01 more than the prior month.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - MARCH 2016

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	48.12%	4,151,620	\$2.4103	\$ 10,006,649.68
Class I Differential at Location				232,038.88
Class II Butterfat	41.96%	3,619,190	\$2.2098	7,997,686.06
Class III Butterfat	2.90%	249,923	\$2.2028	550,530.38
Class IV Butterfat	7.02%	605,592	\$2.2028	1,333,998.06
Total Butterfat	100.00%	8,626,325		\$ 20,120,903.06
Uniform Butterfat Price per lb. (Hillsborough County, Florida):			\$2.3325	

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	85.71%	199,719,556	\$5.54 /cwt.	\$ 11,064,463.40
Class I Butterfat	48.12%	4,151,620	\$2.4103 /lb.	10,006,649.68
Class I Differential at Location		203,871,176		11,394,043.19
Total Class I Milk	84.37%	203,871,176		\$ 32,465,156.27
Class II Skim Milk	10.25%	23,883,943	\$6.05 /cwt.	\$ 1,444,978.56
Class II Butterfat	41.96%	3,619,190	\$2.2098 /lb.	7,997,686.06
Total Class II Milk	11.38%	27,503,133		\$ 9,442,664.62
Class III Skim Milk	2.02%	4,708,349	\$6.25 /cwt.	\$ 294,271.82
Class III Butterfat	2.90%	249,923	\$2.2028 /lb.	550,530.38
Total Class III Milk	2.05%	4,958,272		\$ 844,802.20
Class IV Skim Milk	2.02%	4,709,054	\$5.21 /cwt.	\$ 245,341.72
Class IV Butterfat	7.02%	605,592	\$2.2028 /lb.	1,333,998.06
Total Class IV Milk	2.20%	5,314,646		\$ 1,579,339.78
Producer Milk	100.00%	241,647,227		\$ 44,331,962.87

Adjustments

Overage and Other Source	\$0.00
Inventory Adjustments	(\$1,079.38)
Producer butterfat at uniform butterfat price	(\$20,120,903.06)
Location Adjustments to Producers	(\$320,657.42)
1/2 Unobligated Balance in P.S.F.	\$96,290.86

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 10.29333	\$23,985,613.87
	\$ 0.04333	\$100,971.41

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

\$10.25

Uniform Price per cwt. (Hillsborough County, Florida)

\$18.06*

* 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 2016	APR 2016	FEB 2015	MAR 2016	MAR 2016
Appalachian (Charlotte)	\$ 17.18	\$ 17.14	\$ 16.41	\$ 15.87	67.23%
Arizona (Phoenix)	\$ 16.13	\$ 16.09	\$ 14.30	\$ 13.84	24.27%
Central (Kansas City)	\$ 15.78	\$ 15.74	\$ 14.21	\$ 13.87	31.07%
Florida (Tampa)	\$ 19.18	\$ 19.14	\$ 18.43	\$ 18.06	84.37%
Mideast (Cleveland)	\$ 15.78	\$ 15.74	\$ 14.37	\$ 13.97	30.80%
Northeast (Boston)	\$ 17.03	\$ 16.99	\$ 15.29	\$ 14.81	33.00%
Pacific Northwest (Seattle)	\$ 15.68	\$ 15.64	\$ 14.08	\$ 13.67	28.00%
Southeast (Atlanta)	\$ 17.58	\$ 17.54	\$ 16.88	\$ 16.22	65.61%
Southwest (Dallas)	\$ 16.78	\$ 16.74	\$ 15.02	\$ 14.72	28.93%
Upper Midwest (Chicago)	\$ 15.58	\$ 15.54	\$ 13.99	\$ 13.84	9.40%

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

Receipts:		March 2016	March 2015
Producer Milk			
Class I		203,871,176	200,457,757
Class II		27,503,133	27,920,045
Class III		4,958,272	3,075,969
Class IV		5,314,646	11,030,240
Total Producer Milk		241,647,227	242,484,011
Average Butterfat Test		3.57%	3.55%
Percent of Producer Milk in Class I		84.37%	82.67%
Daily Average Receipts		7,795,072	7,822,065
Other Source Milk			
Class I		3,827,334	6,456,761
Class II		4,825,654	0
Class III		0	6,254,108
Class IV		362,069	747,515
Total Other Source Milk		9,015,057	13,458,384
Overage			
Class I		0	0
Class II		0	0
Class III		0	0
Class IV		0	2,180
Total Overage		0	2,180
Opening Inventory			
Class I		9,003,770	9,562,695
Class II		81,817	400,612
Class III		58,868	11,122
Class IV		7,752,644	4,892,091
Total Opening Inventory		16,897,099	14,866,520
Total Receipts		267,559,383	270,811,095
Utilization:			
Class I Utilization			
Inventory of Packaged FMP		9,234,369	9,256,013
Route Disposition Class I		206,876,540	206,348,926
Shrinkage		515,753	679,351
Transfers & Diversions to Nonpool		75,618	192,923
Total Class I Utilization		216,702,280	216,477,213
Average Butterfat Test		2.03%	1.99%
Daily Average Utilization		6,990,396	6,983,136
Class II Utilization			
Nonfluid Used To Produce		4,825,655	6,166,459
Shrinkage		0	1,364
Transfers & Diversions to Nonpool/Commercial Foods		9,745,462	11,111,294
Used To Produce/Other Uses		17,839,487	17,295,648
Total Class II Utilization		32,410,604	34,574,765
Average Butterfat Test		11.20%	10.92%
Class III Utilization			
Shrinkage		0	0
Transfers & Diversions to Nonpool/Used to Produce		5,017,140	3,087,091
Use to Produce/Other Uses		0	0
Total Class III Utilization		5,017,140	3,087,091
Average Butterfat Test		5.02%	3.58%
Class IV Utilization			
Inventory		6,885,750	8,001,443
Nonfluid Used To Fortify		280,888	181,172
Shrinkage		3,306,831	3,624,621
Transfers & Diversions to Nonpool		1,733,626	3,658,350
Used To Produce/Other Uses		1,222,264	1,206,440
Total Class IV Utilization		13,429,359	16,672,026
Average Butterfat Test		8.16%	7.95%
Total Utilization		267,559,383	270,811,095

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in March 2016 is \$18.06 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$10.25 per hundredweight plus 3.5 times the uniform butterfat price of \$2.3325 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 85.71% of all producer skim milk (priced to handlers at \$5.54 per hundredweight, plus the Class I differential) and 48.12% of producer butterfat (priced to handlers at \$2.4103 per pound plus Class I differential). Class II use accounted for 10.25% of all producer skim milk (\$6.05 per hundredweight) and 41.96% of producer butterfat (\$2.2098 per pound). Class III use accounted for 2.02% of all producer skim milk (\$6.25 per cwt) and 2.90% of producer butterfat (\$2.2028 per pound). Class IV use accounted for 2.02% of all producer skim milk (\$5.21 per cwt) and 7.02% of producer butterfat (\$2.2028 per pound).

Packaged Class I Route Sales in Marketing Area

Product Description	Pounds	Percent
February 2016		
Whole Milk	85,339,749	36.95%
Fat Free Milk	23,462,362	10.16%
Lowfat Milk (incl. 1%)	31,738,693	13.74%
Reduced Fat Milk (incl. 2%)	66,758,308	28.91%
Cultured Fluid Milk (incl. Buttermilk)	1,264,929	0.55%
Flavored Drinks and Milk	22,364,951	9.68%
Total Disposition in Marketing Area	230,928,992	100.0%
Total Disposition by Pool Plants	201,152,542	87.11%
Total Disposition by Nonpool Plants	29,776,450	12.89%
Total Disposition in Marketing Area	230,928,992	100.0%

Receipts of producer milk during March totaled 241.6 million pounds, 837 thousand pounds less than March 2015. Florida producers supplied an estimated 203.8 million pounds of milk in February 2016 or an estimated 86.57% of the producer milk pooled in Florida. In February 2015, Florida producers supplied 90.32% of producer milk pooled on the Florida market.

There were 10 regulated pool distributing plants and 6 cooperative associations submitting reports of receipts and utilization included in the computation of the uniform prices for March 2016. In-area Class I route disposition totaled 230.9 million pounds in February 2016, 9.8 million pounds more than February of the previous year.

Recent Developments in Dairy Markets

(continued from Page 1) available for dairy cull-cows, the National dressed domestic cutter-cow price (live weight equivalent) is a reasonable proxy. The cutter-cow price declined substantially through the second half of 2015 and continued to be relatively low in the first quarter of 2016.

Feed price forecasts continue to remain relatively low. The corn price forecast for 2015/16 is \$3.40-\$3.70 per bushel, a decrease from \$3.40-\$3.80 forecast last month. The 2015/16 soybean meal price forecast is \$275-\$295 per short ton, unchanged at the midpoint from last month's forecast. The national average price for alfalfa hay decreased from \$147 per short ton in January to \$142 in February.

Based on recent data for milk production, milk cow slaughter, and expectations of relatively low cull-cow prices, milk production forecasts have been raised to 211.8 billion pounds for 2016, an increase of 0.2 billion pounds from last month's forecast. The 2016 forecast for milk cows is 9.310 million head, 5 thousand more than forecast last month. Milk per cow has been raised to 22,755 pounds per head, 10 pounds more than forecast last month.

Several factors indicate that dairy prices may fall, including recent high stock levels for butter and cheese, higher forecasts for milk production, and higher imports of products with high milk-fat content. However, strong domestic demand is expected to mitigate downward price pressure.

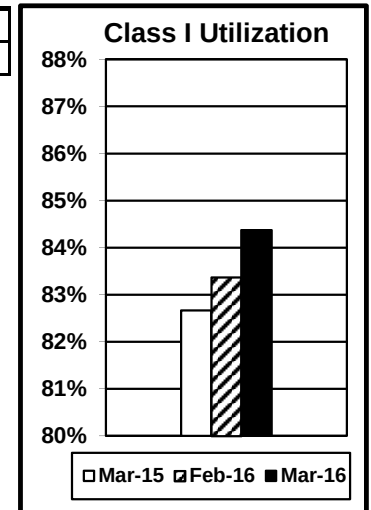
FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

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
Mar 2015	\$14.99	\$1.8548	\$20.96	\$8.31	\$1.8514	\$14.50	\$9.43	\$1.8444	\$15.56	\$ 7.61	\$1.8444	\$13.80	\$ 13.93	\$1.8532	\$19.93
Apr	\$14.77	\$1.8982	\$20.90	\$8.63	\$1.9010	\$14.98	\$9.51	\$1.8940	\$15.81	\$ 7.13	\$1.8940	\$13.51	\$ 13.81	\$1.8997	\$19.98
May	\$14.92	\$1.9512	\$21.23	\$7.85	\$2.0669	\$14.81	\$9.31	\$2.0599	\$16.19	\$ 6.94	\$2.0599	\$13.91	\$ 13.80	\$2.0120	\$20.36
Jun	\$14.77	\$2.0821	\$21.54	\$7.66	\$2.1081	\$14.77	\$9.71	\$2.1011	\$16.72	\$ 6.78	\$2.1011	\$13.90	\$ 13.77	\$2.0955	\$20.62
Jul	\$14.87	\$2.1655	\$21.93	\$7.55	\$2.1195	\$14.70	\$9.26	\$2.1125	\$16.33	\$ 5.96	\$2.1125	\$13.15	\$ 14.03	\$2.1448	\$21.05
Aug	\$14.53	\$2.1872	\$21.68	\$6.82	\$2.2744	\$14.54	\$8.64	\$2.2674	\$16.27	\$ 5.14	\$2.2674	\$12.90	\$ 13.27	\$2.2327	\$20.62
Sep	\$14.48	\$2.2193	\$21.74	\$5.91	\$2.7601	\$15.36	\$6.41	\$2.7531	\$15.82	\$ 5.64	\$2.7531	\$15.08	\$ 13.36	\$2.5044	\$21.66
Oct	\$11.97	\$2.7692	\$21.24	\$6.46	\$2.9157	\$16.44	\$5.47	\$2.9087	\$15.46	\$ 6.48	\$2.9087	\$16.43	\$ 11.33	\$2.8451	\$20.89
Nov	\$12.05	\$2.9296	\$21.88	\$7.35	\$3.1900	\$18.26	\$4.31	\$3.1830	\$15.30	\$ 5.96	\$3.1830	\$16.89	\$ 11.27	\$3.0626	\$21.59
Dec	\$11.45	\$3.1588	\$22.11	\$6.75	\$2.9127	\$16.71	\$4.43	\$2.9057	\$14.44	\$ 5.54	\$2.9057	\$15.52	\$ 10.73	\$3.0386	\$20.99
Jan 2016	\$11.01	\$3.0902	\$21.44	\$6.31	\$2.3132	\$14.19	\$5.85	\$2.3062	\$13.72	\$ 5.43	\$2.3062	\$13.31	\$ 10.31	\$2.6824	\$19.34
Feb	\$11.31	\$2.3218	\$19.04	\$6.17	\$2.3848	\$14.30	\$5.68	\$2.3778	\$13.80	\$ 5.36	\$2.3778	\$13.49	\$ 10.55	\$2.3556	\$18.43
Mar	\$10.94	\$2.4643	\$19.18	\$6.05	\$2.2098	\$13.57	\$6.25	\$2.2028	\$13.74	\$ 5.21	\$2.2028	\$12.74	\$ 10.25	\$2.3325	\$18.06
Apr	\$11.62	\$2.2646	\$19.14	\$5.89											

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.	%
Mar 2015	242,484	148	200,458	82.67%	27,920	11.51%	3,076	1.27%	11,030	4.55%
Apr	234,750	145	195,485	83.27%	24,417	10.40%	5,250	2.24%	9,598	4.09%
May	223,270	124	185,331	83.01%	25,276	11.32%	1,623	0.73%	11,039	4.94%
Jun	210,948	138	177,092	83.96%	25,956	12.30%	3,649	1.73%	4,250	2.01%
Jul	209,206	168	181,494	86.76%	21,905	10.47%	2,706	1.29%	3,101	1.48%
Aug	229,532	254	190,534	83.01%	27,287	11.89%	510	0.22%	11,202	4.88%
Sep	215,378	207	184,140	85.50%	22,771	10.57%	992	0.46%	7,475	3.47%
Oct	232,541	199	202,350	87.02%	23,994	10.32%	3,545	1.52%	2,652	1.14%
Nov	231,006	194	193,765	83.88%	26,701	11.56%	4,918	2.13%	5,621	2.43%
Dec	238,065	175	202,932	85.24%	24,774	10.41%	6,936	2.91%	3,423	1.44%
Jan 2016	247,867	154	209,629	84.57%	22,507	9.08%	2,822	1.14%	12,910	5.21%
Feb	235,525	146	196,350	83.37%	24,600	10.44%	8,711	3.70%	5,863	2.49%
Mar	241,647	150**	203,871	84.37%	27,503	11.38%	4,958	2.05%	5,315	2.20%

* 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 April through June 2016									
	Pool & Uniform Price	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	First Partial Payment Due**		Second Partial Payment Due**		Final Pay Due	
Pool Month	Release Date	All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
APR 2016	05/11/16	05/12/16	05/13/16	04/19/16	04/20/16	05/04/16	05/05/16	05/13/16	05/16/16
MAY 2016	06/11/16	06/13/16	06/14/16	05/19/16	05/20/16	06/06/16	06/06/16	06/14/16	06/15/16
JUN 2016	07/11/16	07/12/16	07/13/16	06/20/16	06/20/16	07/05/16	07/05/16	07/13/16	07/14/16

**The base rate for making partial payments in Hillsborough Co., FL for April will be \$16.25 per hundredweight for cooperatives (90 percent of the preceding month's uniform price) and \$15.35 for nonmembers (85 percent of the preceding month's uniform price).

Producer Touch Base Requirements & Handler Diversion Limits												
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Producer Touch Base Days	10	10	10	10	10	10	10	10	10	10	10	10
Diversion Percentage Limits	15%	15%	20%	20%	20%	20%	10%	10%	10%	10%	10%	15%

WASDE Dairy Report 1/

WASDE – 552 April 12, 2016

The milk production forecast is increased from last month on a slower reduction in the cow inventory and slightly faster growth in milk per cow. Fat basis exports are raised on strong exports of butterfat-containing products, but strong imports of butterfat and cheese supported an increase in the fat basis import forecast. Skim-solids exports and imports are lowered on the pace of trade to date.

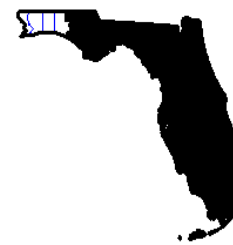
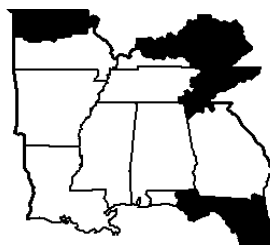
The butter and nonfat dry milk (NDM) price forecast are reduced from last month on relatively large supplies and continued pressure from weak international prices. Cheese and whey prices are unchanged at the midpoint, but the range is narrowed for cheese. With no change made to cheese and whey, the Class III price is unchanged at the midpoint. The Class IV price is lowered on lower butter and NDM prices. The annual all milk price forecast is unchanged at the midpoint as stronger first-half prices are offset by lower second-half price forecasts.

1/ The World Agricultural Supply and Demand Estimates (WASDE) report provides USDA's comprehensive forecasts of supply and demand for major U.S. and global crops and U.S. livestock, including dairy. The most recent WASDE report is available at www.usda.gov/oce/commodity/wasde/index.htm.



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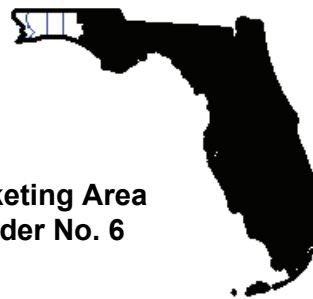


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FLORIDA Fluid Milk Report

Erik F. Rasmussen
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

May 2016

Volume 17—No.5

USDA's First 2017 Forecasts

Excerpts from Livestock, Dairy, & Poultry Outlook, May 16, 2016, Economic Research Service, USDA:

A summary of market conditions for 2015 and 2016 provides context for our 2017 forecasts. In 2015 and the first few months of 2016, dairy prices have been significantly below 2014 levels, and they are expected to remain relatively low for the rest of 2016. Prices of major competitors, the EU and Oceania, have generally been even lower. The low world prices are the result of large global supplies and relatively weak demand abroad. Low input prices for feed and fuel have encouraged growth in the U.S. milk supply. A positive shift in domestic demand for products with high milk-fat content has supported U.S. butter and cheese prices at levels higher than prices of foreign competitors. Under highly competitive conditions, U.S. exports have been lower than in 2014. Imports have been higher, although limited to some extent by tariff rate quotas for cheese, butter, and butterfat products.

Global demand for dairy products is expected to strengthen in 2017. Global milk supplies are expected to grow at a slower rate, but continued low feed prices are expected to encourage growth in U.S. milk production. The gaps between domestic and foreign prices for butter and cheese are expected to narrow. These changes are expected to support an increase in exports and a decrease in imports. While domestic demand for products with high milk-fat content is expected to continue to grow, the rate of growth is expected to decrease.

Year-over-year exports for 2017 are forecast to rise by 0.2 billion pounds on a milk-fat basis and 1.4 billion pounds on a skim-solids basis. Imports are expected to fall by 0.7 billion pounds on a milk-fat basis and 0.2 billion pounds on a skim-solids basis. Domestic use in 2017 is forecast to grow by 2.3 billion pounds on a milkfat basis and 1.9 billion pounds on a skim-solids basis, significantly slower than growth rates forecast for 2016.

With relatively low expected feed prices and forecasts for growing domestic and foreign demand, milk production is forecast to (continued on Page 4)

Uniform Price Higher in April

The uniform price in Hillsborough County, Florida, was \$18.32 per hundredweight for milk at 3.5 percent butterfat for the month of April. This is an increase of \$0.26 compared with the previous month and a decrease of \$1.66 from April 2015.

Class I utilization was 84.47 percent in April. This is an increase of 0.10 percent compared to last month and an increase of 1.20 percent when compared with April of last year.

National Dairy Situation

The USDA estimates that the total U.S. production of milk in March 2016 was 18.41 billion pounds, up 1.8 percent from March 2015 and 1.8 percent higher compared with February 2016 on a daily average basis. Milk production was up 2.1 percent for the first quarter compared with 2015. Total cheese output (excluding cottage cheese) was 1.03 billion pounds, 1.8 percent above March 2015 and 0.8 percent above February 2016 on a daily average basis. Butter production was 182 million pounds, 8.6 percent above March 2015 and 2.4 percent below February 2016 on a daily average basis.

Nonfat dry milk powder production was 171.6 million pounds in March, 5.1 percent lower than March of last year and 14.5 percent more than February 2016 on a daily average basis. Total dry whey production was 82.9 million pounds in March, down 4.5 percent from March 2015 and 2.9 percent above February 2016 on a daily average basis. Whey protein concentrates production was 38.3 million pounds in March, 9.1 percent less than March 2015 and 2.6 percent lower than February 2016 on a daily average basis.

The preliminary milk-feed price ratio (the pounds of 16 percent mixed dairy feed equal in value to 1 pound of whole milk) was 2.08 in March, 0.07 lower than the prior month.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - APRIL 2016

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	48.83%	3,975,656	\$2.2106	\$ 8,788,585.16
Class I Differential at Location				222,313.48
Class II Butterfat	41.16%	3,351,649	\$2.2446	7,523,111.34
Class III Butterfat	1.29%	105,291	\$2.2376	235,599.14
Class IV Butterfat	8.72%	710,481	\$2.2376	1,589,772.28
Total Butterfat	100.00%	8,143,077		\$ 18,359,381.40

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$2.2546**

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	85.78%	191,631,976	\$6.22 /cwt.	\$ 11,919,508.90
Class I Butterfat	48.83%	3,975,656	\$2.2106 /lb.	8,788,585.16
Class I Differential at Location		195,607,632		10,935,420.49
Total Class I Milk	84.47%	195,607,632		\$ 31,643,514.55
Class II Skim Milk	9.11%	20,347,846	\$5.89 /cwt.	\$ 1,198,488.14
Class II Butterfat	41.16%	3,351,649	\$2.2446 /lb.	7,523,111.34
Total Class II Milk	10.24%	23,699,495		\$ 8,721,599.48
Class III Skim Milk	1.34%	2,991,176	\$6.01 /cwt.	\$ 179,769.67
Class III Butterfat	1.29%	105,291	\$2.2376 /lb.	235,599.14
Total Class III Milk	1.34%	3,096,467		\$ 415,368.81
Class IV Skim Milk	3.77%	8,427,825	\$5.02 /cwt.	\$ 423,076.83
Class IV Butterfat	8.72%	710,481	\$2.2376 /lb.	1,589,772.28
Total Class IV Milk	3.95%	9,138,306		\$ 2,012,849.11
Producer Milk	100.00%	231,541,900		\$ 42,793,331.95

Adjustments

Overage and Other Source	\$0.00
Inventory Adjustments	\$19,083.07
Producer butterfat at uniform butterfat price	(\$18,359,381.40)
Location Adjustments to Producers	(\$281,376.29)
1/2 Unobligated Balance in P.S.F.	\$86,529.36

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 10.85869	\$24,258,186.69
	\$ 0.04869	\$108,773.91

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

\$10.81

Uniform Price per cwt. (Hillsborough County, Florida)

\$18.32*

* 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 2016	MAY 2016	MAR 2015	APR 2016	APR 2016
Appalachian (Charlotte)	\$ 17.14	\$ 17.10	\$ 15.87	\$ 16.01	66.02%
Arizona (Phoenix)	\$ 16.09	\$ 16.05	\$ 13.84	\$ 13.82	23.29%
Central (Kansas City)	\$ 15.74	\$ 15.70	\$ 13.87	\$ 13.91	29.82%
Florida (Tampa)	\$ 19.14	\$ 19.10	\$ 18.06	\$ 18.32	84.47%
Mideast (Cleveland)	\$ 15.74	\$ 15.70	\$ 13.97	\$ 14.02	29.70%
Northeast (Boston)	\$ 16.99	\$ 16.95	\$ 14.81	\$ 14.85	32.00%
Pacific Northwest (Seattle)	\$ 15.64	\$ 15.60	\$ 13.67	\$ 13.67	26.32%
Southeast (Atlanta)	\$ 17.54	\$ 17.50	\$ 16.22	\$ 16.34	64.29%
Southwest (Dallas)	\$ 16.74	\$ 16.70	\$ 14.72	\$ 14.80	29.36%
Upper Midwest (Chicago)	\$ 15.54	\$ 15.50	\$ 13.84	\$ 13.78	8.90%

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

Receipts:		April 2016	April 2015
Producer Milk			
Class I		195,607,632	195,484,745
Class II		23,699,495	24,417,071
Class III		3,096,467	5,250,434
Class IV		9,138,306	9,598,188
Total Producer Milk		231,541,900	234,750,436
Average Butterfat Test		3.52%	3.51%
Percent of Producer Milk in Class I		84.47%	83.27%
Daily Average Receipts		7,718,063	7,825,015
Other Source Milk			
Class I		3,829,112	5,374,364
Class II		5,875,439	6,905,581
Class III		0	0
Class IV		331,684	768,835
Total Other Source Milk		10,036,235	13,048,780
Overage			
Class I		0	0
Class II		0	0
Class III		0	0
Class IV		0	4,894
Total Overage		0	4,894
Opening Inventory			
Class I		9,465,052	9,256,015
Class II		333,545	782,918
Class III		3,279	0
Class IV		6,318,243	7,218,525
Total Opening Inventory		16,120,119	17,257,458
Total Receipts		257,698,254	265,061,568
Utilization:			
Class I Utilization			
Inventory of Packaged FMP		10,023,613	9,392,901
Route Disposition Class I		198,658,820	200,299,297
Shrinkage		69,342	314,796
Transfers & Diversions to Nonpool		150,021	108,130
Total Class I Utilization		208,901,796	210,115,124
Average Butterfat Test		2.02%	2.00%
Daily Average Utilization		6,963,393	7,003,837
Class II Utilization			
Nonfluid Used To Produce		5,875,439	6,714,415
Shrinkage		0	0
Transfers & Diversions to Nonpool/Commercial Foods		7,625,509	7,679,872
Used To Produce/Other Uses		16,407,531	17,711,286
Total Class II Utilization		29,908,479	32,105,570
Average Butterfat Test		11.27%	11.09%
Class III Utilization			
Shrinkage		0	221
Transfers & Diversions to Nonpool/Used to Produce		3,099,746	5,250,213
Use to Produce/Other Uses		0	0
Total Class III Utilization		3,099,746	5,250,434
Average Butterfat Test		3.40%	1.15%
Class IV Utilization			
Inventory		5,577,761	8,576,786
Nonfluid Used To Fortify		229,461	165,134
Shrinkage		2,972,784	3,376,285
Transfers & Diversions to Nonpool		5,920,828	4,277,113
Used To Produce/Other Uses		1,087,399	1,195,122
Total Class IV Utilization		15,788,233	17,590,440
Average Butterfat Test		7.32%	8.29%
Total Utilization		257,698,254	265,061,568

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in April 2016 is \$18.32 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$10.81 per hundredweight plus 3.5 times the uniform butterfat price of \$2.2546 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 85.78% of all producer skim milk (priced to handlers at \$6.22 per hundredweight, plus the Class I differential) and 48.83% of producer butterfat (priced to handlers at \$2.2106 per pound plus Class I differential). Class II use accounted for 9.11% of all producer skim milk (\$5.89 per hundredweight) and 41.16% of producer butterfat (\$2.2446 per pound). Class III use accounted for 1.34% of all producer skim milk (\$6.01 per cwt) and 1.29% of producer butterfat (\$2.2376 per pound). Class IV use accounted for 3.77% of all producer skim milk (\$5.02 per cwt) and 8.72% of producer butterfat (\$2.2376 per pound).

Packaged Class I Route Sales in Marketing Area

Product Description	Pounds	Percent
<u>March 2016</u>		
Whole Milk	90,163,018	37.60%
Fat Free Milk	23,934,411	9.98%
Lowfat Milk (incl. 1%)	32,636,575	13.61%
Reduced Fat Milk (incl. 2%)	70,347,853	29.34%
Cultured Fluid Milk (incl. Buttermilk)	1,300,059	0.54%
Flavored Drinks and Milk	21,393,861	8.92%
Total Disposition in Marketing Area	239,775,777	100.0%
Total Disposition by Pool Plants	206,165,183	85.98%
Total Disposition by Nonpool Plants	33,610,594	14.02%
Total Disposition in Marketing Area	239,775,777	100.0%

Receipts of producer milk during April totaled 231.5 million pounds, 3.2 million pounds less than April 2015. Florida producers supplied an estimated 220.7 million pounds of milk in March 2016 or an estimated 91.32% of the producer milk pooled in Florida. In March 2015, Florida producers supplied 91.33% of producer milk pooled on the Florida market.

There were 10 regulated pool distributing plants and 5 cooperative associations submitting reports of receipts and utilization included in the computation of the uniform prices for April 2016. In-area Class I route disposition totaled 239.8 million pounds in March, 6.4 million pounds more than March 2015.

USDA's First 2017 Forecasts

(continued from Page 1) grow to 215.2 billion pounds, 1.6 percent more than forecast for 2016 (adjusted for leap year). While cow numbers in 2017 are forecast to remain at 9.320 million head, yield per cow is forecast to increase to 63.3 pounds of milk per day, an increase of 1.6 percent above the 2016 forecast. With higher exports, lower imports, and continued growth in domestic demand, most 2017 dairy product prices are expected to increase from 2016. The forecasts for cheese, NDM, and dry whey are \$1.540-\$1.640, \$0.855-\$0.925, and \$0.255-\$0.285 per pound, respectively. The butter price forecast of \$1.880-\$2.010 per pound for 2017 is lower than the 2016 forecast due to a lower expected growth in butter demand and an expected increase in butter supplies.

With year-over-year cheese and whey prices expected higher in 2017, the Class III milk price forecast for 2017 is \$14.05-\$15.05 per cwt. The higher year-over-year NDM price is expected to more than offset the lower butter price, resulting in a Class IV price forecast of \$13.15-\$14.25. The all-milk price forecast for 2017 is \$15.25-\$16.25.

Outlook for Feed Prices

Feed prices for remainder of 2015/2016 and for 2016-17 are expected to remain relatively low. The corn price forecast for 2015/2016 is \$3.50-\$3.70 per bushel, and the soybean meal price forecast is \$310 per short ton. The national average price for alfalfa hay increased from \$142 per short ton in February to \$144 in March. For 2016/2017, corn and soybean meal price forecasts are \$3.05-\$3.65 per bushel and \$300-\$340 per short ton, respectively.

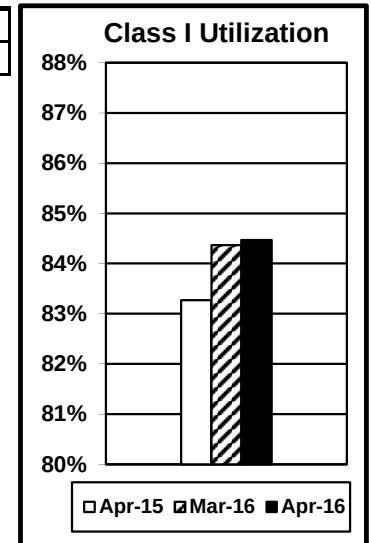
FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

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
Mar 2015	\$14.99	\$1.8548	\$20.96	\$8.31	\$1.8514	\$14.50	\$9.43	\$1.8444	\$15.56	\$ 7.61	\$1.8444	\$13.80	\$ 13.93	\$1.8532	\$19.93
Apr	\$14.77	\$1.8982	\$20.90	\$8.63	\$1.9010	\$14.98	\$9.51	\$1.8940	\$15.81	\$ 7.13	\$1.8940	\$13.51	\$ 13.81	\$1.8997	\$19.98
May	\$14.92	\$1.9512	\$21.23	\$7.85	\$2.0669	\$14.81	\$9.31	\$2.0599	\$16.19	\$ 6.94	\$2.0599	\$13.91	\$ 13.80	\$2.0120	\$20.36
Jun	\$14.77	\$2.0821	\$21.54	\$7.66	\$2.1081	\$14.77	\$9.71	\$2.1011	\$16.72	\$ 6.78	\$2.1011	\$13.90	\$ 13.77	\$2.0955	\$20.62
Jul	\$14.87	\$2.1655	\$21.93	\$7.55	\$2.1195	\$14.70	\$9.26	\$2.1125	\$16.33	\$ 5.96	\$2.1125	\$13.15	\$ 14.03	\$2.1448	\$21.05
Aug	\$14.53	\$2.1872	\$21.68	\$6.82	\$2.2744	\$14.54	\$8.64	\$2.2674	\$16.27	\$ 5.14	\$2.2674	\$12.90	\$ 13.27	\$2.2327	\$20.62
Sep	\$14.48	\$2.2193	\$21.74	\$5.91	\$2.7601	\$15.36	\$6.41	\$2.7531	\$15.82	\$ 5.64	\$2.7531	\$15.08	\$ 13.36	\$2.5044	\$21.66
Oct	\$11.97	\$2.7692	\$21.24	\$6.46	\$2.9157	\$16.44	\$5.47	\$2.9087	\$15.46	\$ 6.48	\$2.9087	\$16.43	\$ 11.33	\$2.8451	\$20.89
Nov	\$12.05	\$2.9296	\$21.88	\$7.35	\$3.1900	\$18.26	\$4.31	\$3.1830	\$15.30	\$ 5.96	\$3.1830	\$16.89	\$ 11.27	\$3.0626	\$21.59
Dec	\$11.45	\$3.1588	\$22.11	\$6.75	\$2.9127	\$16.71	\$4.43	\$2.9057	\$14.44	\$ 5.54	\$2.9057	\$15.52	\$ 10.73	\$3.0386	\$20.99
Jan 2016	\$11.01	\$3.0902	\$21.44	\$6.31	\$2.3132	\$14.19	\$5.85	\$2.3062	\$13.72	\$ 5.43	\$2.3062	\$13.31	\$ 10.31	\$2.6824	\$19.34
Feb	\$11.31	\$2.3218	\$19.04	\$6.17	\$2.3848	\$14.30	\$5.68	\$2.3778	\$13.80	\$ 5.36	\$2.3778	\$13.49	\$ 10.55	\$2.3556	\$18.43
Mar	\$10.94	\$2.4643	\$19.18	\$6.05	\$2.2098	\$13.57	\$6.25	\$2.2028	\$13.74	\$ 5.21	\$2.2028	\$12.74	\$ 10.25	\$2.3325	\$18.06
Apr	\$11.62	\$2.2646	\$19.14	\$5.89	\$2.2446	\$13.54	\$6.01	\$2.2376	\$13.63	\$ 5.02	\$2.2376	\$12.68	\$ 10.81	\$2.2546	\$18.32
May	\$11.52	\$2.2795	\$19.10	\$5.71											

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.	%
Mar 2015	242,484	148	200,458	82.67%	27,920	11.51%	3,076	1.27%	11,030	4.55%
Apr	234,750	145	195,485	83.27%	24,417	10.40%	5,250	2.24%	9,598	4.09%
May	223,270	124	185,331	83.01%	25,276	11.32%	1,623	0.73%	11,039	4.94%
Jun	210,948	138	177,092	83.96%	25,956	12.30%	3,649	1.73%	4,250	2.01%
Jul	209,206	168	181,494	86.76%	21,905	10.47%	2,706	1.29%	3,101	1.48%
Aug	229,532	254	190,534	83.01%	27,287	11.89%	510	0.22%	11,202	4.88%
Sep	215,378	207	184,140	85.50%	22,771	10.57%	992	0.46%	7,475	3.47%
Oct	232,541	199	202,350	87.02%	23,994	10.32%	3,545	1.52%	2,652	1.14%
Nov	231,006	194	193,765	83.88%	26,701	11.56%	4,918	2.13%	5,621	2.43%
Dec	238,065	175	202,932	85.24%	24,774	10.41%	6,936	2.91%	3,423	1.44%
Jan 2016	247,867	154	209,629	84.57%	22,507	9.08%	2,822	1.14%	12,910	5.21%
Feb	235,525	146	196,350	83.37%	24,600	10.44%	8,711	3.70%	5,863	2.49%
Mar	241,647	141	203,871	84.37%	27,503	11.38%	4,958	2.05%	5,315	2.20%
Apr	231,542	145**	195,608	84.47%	23,700	10.24%	3,096	1.34%	9,138	3.95%

* 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 May through July 2016									
	Pool & Uniform Price	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	First Partial Payment Due**		Second Partial Payment Due**		Final Pay Due	
Pool Month	Release Date	All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
MAY 2016	06/11/16	06/13/16	06/14/16	05/19/16	05/20/16	06/06/16	06/06/16	06/14/16	06/15/16
JUN 2016	07/11/16	07/12/16	07/13/16	06/20/16	06/20/16	07/05/16	07/05/16	07/13/16	07/14/16
JUL 2016	08/11/16	08/12/16	08/15/16	07/19/16	07/20/16	08/04/16	08/05/16	08/15/16	08/16/16

**The base rate for making partial payments in Hillsborough Co., FL for May will be \$16.48 per hundredweight for cooperatives (90 percent of the preceding month's uniform price) and \$15.57 for nonmembers (85 percent of the preceding month's uniform price).

Producer Touch Base Requirements & Handler Diversion Limits												
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Producer Touch Base Days	10	10	10	10	10	10	10	10	10	10	10	10
Diversion Percentage Limits	15%	15%	20%	20%	20%	20%	10%	10%	10%	10%	10%	15%

WASDE Dairy Report 1/

WASDE – 553 May 10, 2016

Milk production for 2017 is forecast higher as improved forage availability and continued favorable feed costs are expected to support gains in milk per cow. Cow numbers are expected to remain near 2016 levels. Commercial exports on both a fat and skim-solids basis are forecast higher as expected tighter world supplies and increasing demand lead to expanded export opportunities. Imports are forecast lower as domestic production increases. With stronger domestic and export demand, cheese, nonfat dry milk (NDM), and whey prices are forecast higher but butter prices are forecast lower. The Class III price is forecast higher on stronger cheese and whey prices, and the Class IV price is forecast higher as a weaker butter price is more than offset by the higher NDM price. The all milk price is forecast higher than 2016 at \$15.25 to \$16.25 per cwt.

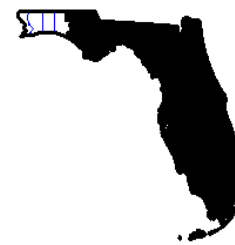
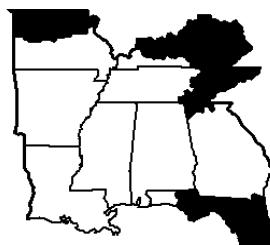
Milk production in 2016 is forecast higher than last month, as the cow inventory is expected to expand slightly and growth in milk per cow during the first half of the year is forecast higher. Imports are raised on both a fat and skim-solids basis; exports on a fat basis are raised but are unchanged on a skim-solids basis. Cheese, butter, and NDM prices are forecast lower on weaker demand and larger supplies, but whey prices are raised. Both Class III and Class IV prices are reduced. The milk price is forecast lower at \$14.60 to \$15.10 per cwt.

1/ The World Agricultural Supply and Demand Estimates (WASDE) report provides USDA's comprehensive forecasts of supply and demand for major U.S. and global crops and U.S. livestock, including dairy. The most recent WASDE report is available at www.usda.gov/oce/commodity/wasde/index.htm.



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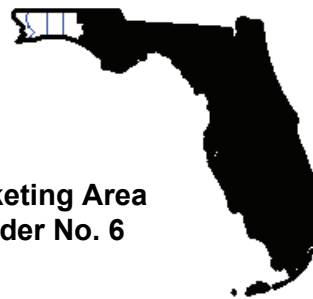


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FLORIDA Fluid Milk Report

Erik F. Rasmussen
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

June 2016

Volume 17—No.6

Dairy Forecast for Remainder of 2016

Excerpts from Livestock, Dairy, & Poultry Outlook, June 16, 2016, Economic Research Service, USDA:

Recent data suggest a larger supply of milk cows for 2016 than forecast last month; accordingly, the milk cow forecast has been increased to 9.325 million head, 5 thousand more than forecast last month. The milk per cow forecast is unchanged. With milk cow numbers higher than expected, the forecast for milk production for the year has been increased from 212.4 to 212.6 billion pounds.

With lower expectations for imports of butterfat products and cheese, the forecast for imports on a milk-fat basis has been reduced from 7.7 to 6.8 billion pounds. With the decrease in expected imports and the increase in expected milk production, the net effect for the total supply on a milk-fat basis is a reduction of 0.7 billion pounds. Exports on a milk-fat basis are lowered from 8.9 to 8.5 billion pounds based on recent export data. The forecast for domestic use on a milk-fat basis has been lowered by 0.5 billion pounds but remains relatively high, 3.8 percent over 2015. Ending stocks on a milk-fat basis are raised to 13.1 billion pounds.

Smaller changes have been made to the 2016 outlook on a skim-solids basis. Imports are unchanged from last month, at 6.4 billion pounds. The export forecast has been lowered by 0.2 billion pounds based on lower expected exports of nonfat dry milk, cheese, and lactose. The domestic commercial-use forecast on a skim solids basis has been raised by 0.2 billion pounds. Ending commercial stock forecasts are raised from 14.1 to 14.3 billion pounds due to recent high stock levels and the higher forecast for milk production.

Based on recent strength in CME butter prices and lower expected total supply on a milk-fat basis due to lower imports, the butter price forecast for 2016 is raised to \$2.050-\$2.120 per pound. Based on recent price data, the forecast for the 2016 NDM price has been raised to \$0.760-\$0.800 per pound. With higher prices for butter and NDM, more milk is expected to move to butter and powder (continued on Page 4)

Uniform Price Lower

The uniform price in Hillsborough County, Florida, was \$18.10 per hundredweight for milk at 3.5 percent butterfat for the month of May. This is a decrease of \$0.22 compared with the previous month and a decrease of \$2.26 from May 2015.

Class I utilization was 81.11 percent in May. This is a decrease of 3.36 percent compared to last month and is a decrease of 1.90 percent when compared with May of last year.

National Dairy Situation

The USDA estimates that the total U.S. production of milk in April 2016 was 18.00 billion pounds, up 1.2 percent from April 2015 and 1.0 percent higher compared with March 2016 on a daily average basis. Total cheese output (excluding cottage cheese) was 992 million pounds, 1.4 percent above April 2015 but 0.1 percent below March 2016 on a daily average basis. Butter production was 176 million pounds, 6.4 percent above April 2015 but 0.1 percent below March 2016 on a daily average basis.

Nonfat dry milk powder production was 169.9 million pounds in April, 6.0 percent lower than April of last year and 2.0 percent more than March 2016 on a daily average basis. Total dry whey production was 82.3 million pounds in April, up 5.3 percent from April 2015 and 2.5 percent above March 2016 on a daily average basis. Whey protein concentrates production was 39.6 million pounds in April, 7.1 percent lower than April of last year and 4.2 higher than the previous month on a daily average basis.

The preliminary milk-feed price ratio (the pounds of 16 percent mixed dairy feed equal in value to 1 pound of whole milk) was 1.97 in April, 0.11 lower than the prior month. The U.S. all milk price fell to \$15.00 in April, its lowest level since April 2010.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - MAY 2016

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	47.42%	3,811,871	\$2.2255	\$ 8,483,318.90
Class I Differential at Location				213,678.19
Class II Butterfat	39.19%	3,150,504	\$2.2916	7,219,694.95
Class III Butterfat	2.81%	225,658	\$2.2846	515,538.26
Class IV Butterfat	10.58%	850,507	\$2.2846	1,943,068.29
Total Butterfat	100.00%	8,038,540		\$ 18,375,298.59
Uniform Butterfat Price per lb. (Hillsborough County, Florida):			\$2.2859	

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	82.35%	181,296,174	\$6.12 /cwt.	\$ 11,095,325.85
Class I Butterfat	47.42%	3,811,871	\$2.2255 /lb.	8,483,318.90
Class I Differential at Location		185,108,045		10,336,806.67
Total Class I Milk	81.11%	185,108,045		\$ 29,915,451.42
Class II Skim Milk	8.95%	19,712,728	\$5.71 /cwt.	\$ 1,125,596.77
Class II Butterfat	39.19%	3,150,504	\$2.2916 /lb.	7,219,694.95
Total Class II Milk	10.02%	22,863,232		\$ 8,345,291.72
Class III Skim Milk	4.67%	10,289,125	\$4.94 /cwt.	\$ 508,282.77
Class III Butterfat	2.81%	225,658	\$2.2846 /lb.	515,538.26
Total Class III Milk	4.61%	10,514,783		\$ 1,023,821.03
Class IV Skim Milk	4.03%	8,873,601	\$5.28 /cwt.	\$ 468,526.13
Class IV Butterfat	10.58%	850,507	\$2.2846 /lb.	1,943,068.29
Total Class IV Milk	4.26%	9,724,108		\$ 2,411,594.42
Producer Milk	100.00%	228,210,168		\$ 41,696,158.59

Adjustments

Overage and Other Source	\$0.00
Inventory Adjustments	\$4,163.60
Producer butterfat at uniform butterfat price	(\$18,375,298.59)
Location Adjustments to Producers	(\$268,888.96)
1/2 Unobligated Balance in P.S.F.	\$94,451.18
Adjusted Pool Value	\$ 10.51479
Reserve for Producer Settlement Fund	\$ 0.04479
	\$23,150,585.82

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

\$10.47

Uniform Price per cwt. (Hillsborough County, Florida)

\$18.10*

* 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 %
	MAY 2016	JUN 2016	APR 2015	MAY 2016	MAY 2016
Appalachian (Charlotte)	\$ 17.10	\$ 16.54	\$ 16.01	\$ 15.98	63.97%
Arizona (Phoenix)	\$ 16.05	\$ 15.49	\$ 13.82	\$ 13.78	22.95%
Central (Kansas City)	\$ 15.70	\$ 15.14	\$ 13.91	\$ 13.53	26.00%
Florida (Tampa)	\$ 19.10	\$ 18.54	\$ 18.32	\$ 18.10	81.11%
Mideast (Cleveland)	\$ 15.70	\$ 15.14	\$ 14.02	\$ 13.81	28.50%
Northeast (Boston)	\$ 16.95	\$ 16.39	\$ 14.85	\$ 14.73	31.00%
Pacific Northwest (Seattle)	\$ 15.60	\$ 15.04	\$ 13.67	\$ 13.50	21.24%
Southeast (Atlanta)	\$ 17.50	\$ 16.94	\$ 16.34	\$ 16.27	64.45%
Southwest (Dallas)	\$ 16.70	\$ 16.14	\$ 14.80	\$ 14.40	28.32%
Upper Midwest (Chicago)	\$ 15.50	\$ 14.94	\$ 13.78	\$ 13.08	8.90%

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

Receipts:		May 2016	May 2015
Producer Milk			
Class I		185,108,045	185,331,121
Class II		22,863,232	25,276,471
Class III		10,514,783	1,623,329
Class IV		9,724,108	11,038,720
	Total Producer Milk	228,210,168	223,269,641
	Average Butterfat Test	3.52%	3.52%
	Percent of Producer Milk in Class I	81.11%	83.01%
	Daily Average Receipts	7,361,618	7,202,246
Other Source Milk			
Class I		3,990,406	5,465,547
Class II		5,554,051	5,489,697
Class III		28,686	0
Class IV		564,729	369,855
	Total Other Source Milk	10,137,872	11,325,099
Overage			
Class I		0	0
Class II		0	0
Class III		0	0
Class IV		0	30,155
	Total Overage	0	30,155
Opening Inventory			
Class I		10,023,633	9,392,901
Class II		228,562	0
Class III		582,116	113,208
Class IV		4,767,081	8,463,578
	Total Opening Inventory	15,601,392	17,969,687
	Total Receipts	253,949,432	252,594,582
Utilization:			
Class I Utilization			
Inventory of Packaged FMP		9,017,682	6,860,453
Route Disposition Class I		189,366,508	192,923,887
Shrinkage		571,633	333,438
Transfers & Diversions to Nonpool		166,261	71,791
	Total Class I Utilization	199,122,084	200,189,569
	Average Butterfat Test	2.05%	2.02%
	Daily Average Utilization	6,423,293	6,457,728
Class II Utilization			
Nonfluid Used To Produce		5,549,858	5,447,620
Shrinkage		0	0
Transfers & Diversions to Nonpool/Commercial Foods		7,388,545	7,636,571
Used To Produce/Other Uses		15,707,442	17,795,185
	Total Class II Utilization	28,645,845	30,879,376
	Average Butterfat Test	11.20%	11.18%
Class III Utilization			
Shrinkage		3,395,266	108
Transfers & Diversions to Nonpool/Used to Produce		6,546,476	1,623,221
Use to Produce/Other Uses		1,183,843	0
	Total Class III Utilization	11,125,585	1,623,329
	Average Butterfat Test	2.38%	3.57%
Class IV Utilization			
Inventory		8,805,229	10,649,588
Nonfluid Used To Fortify		1,127,240	645,644
Shrinkage		0	3,224,163
Transfers & Diversions to Nonpool		5,123,449	3,618,049
Used To Produce/Other Uses		0	1,764,864
	Total Class IV Utilization	15,055,918	19,902,308
	Average Butterfat Test	8.04%	5.98%
	Total Utilization	253,949,432	252,594,582

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in May 2016 is \$18.10 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$10.47 per hundredweight plus 3.5 times the uniform butterfat price of \$2.2859 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 82.35% of all producer skim milk (priced to handlers at \$6.12 per hundredweight, plus the Class I differential) and 47.42% of producer butterfat (priced to handlers at \$2.2255 per pound plus Class I differential). Class II use accounted for 8.95% of all producer skim milk (\$5.71 per hundredweight) and 39.19% of producer butterfat (\$2.2916 per pound). Class III use accounted for 4.67% of all producer skim milk (\$4.94 per cwt) and 2.81% of producer butterfat (\$2.2846 per pound). Class IV use accounted for 4.03% of all producer skim milk (\$5.28 per cwt) and 10.58% of producer butterfat (\$2.2846 per pound).

Packaged Class I Route Sales in Marketing Area

Product Description	Pounds	Percent
April 2016		
Whole Milk	87,151,513	37.77%
Fat Free Milk	21,588,557	9.36%
Lowfat Milk (incl. 1%)	31,622,916	13.70%
Reduced Fat Milk (incl. 2%)	65,361,968	28.32%
Cultured Fluid Milk (incl. Buttermilk)	1,134,618	0.49%
Flavored Drinks and Milk	23,898,441	10.36%
Total Disposition in Marketing Area	230,758,013	100.0%
Total Disposition by Pool Plants	197,916,548	85.77%
Total Disposition by Nonpool Plants	32,841,465	14.23%
Total Disposition in Marketing Area	230,758,013	100.0%

Receipts of producer milk during May totaled 228.2 million pounds, 4.9 million pounds more than May 2015. Florida producers supplied an estimated 213.8 million pounds of milk in April 2016 or an estimated 92.33% of the producer milk pooled in Florida. In April 2015, Florida producers supplied 92.73% of producer milk pooled on the Florida market.

There were 10 regulated pool distributing plants and 6 cooperative associations submitting reports of receipts and utilization included in the computation of the uniform prices for May 2016. In-area Class I route disposition totaled 230.8 million pounds in April, 4.1 million pounds more than April 2015.

Dairy Forecast for Remainder of 2016

(continued from Page 1) production, tightening the milk supply for cheese. Based on the expected change in milk allocation, lower expected cheese imports, and the recent strength of CME prices, the 2016 cheese price forecast has been raised to \$1.475-\$1.515 per pound. The whey price forecast is \$0.240-\$0.260 per pound, unchanged from last month at the midpoint of the range.

Given the higher forecasts for butter, NDM and cheese, the Class III and Class IV prices are raised to \$13.40-\$13.80 per cwt and \$13.15-\$13.65, respectively. The all milk price is raised accordingly to \$14.95-\$15.35 per cwt, an increase from \$14.60-\$15.10 per cwt forecast last month.

Outlook for Feed Prices

Feed price forecasts for 2015/2016 and 2016/17 have been raised significantly. The 2015/16 corn price forecast is \$3.60-\$3.80 per bushel, up \$0.10 at the midpoint from last month's forecast. The 2016/17 corn price forecast is \$3.20-\$3.80 per bushel, up \$0.15 at the midpoint. The estimated 2015/16 soybean meal price is \$335 per short ton, up \$25. The 2016/17 soybean meal price forecast is \$320-\$360 per short ton, up \$20 at the midpoint. The national average price for alfalfa hay increased from \$144 per short ton in March to \$153 in April.

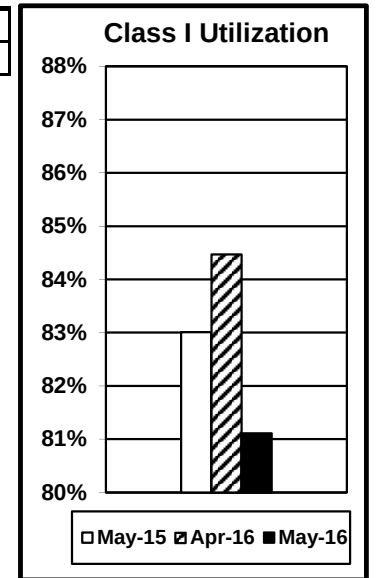
FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

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
Mar 2015	\$14.99	\$1.8548	\$20.96	\$8.31	\$1.8514	\$14.50	\$9.43	\$1.8444	\$15.56	\$ 7.61	\$1.8444	\$13.80	\$ 13.93	\$1.8532	\$19.93
Apr	\$14.77	\$1.8982	\$20.90	\$8.63	\$1.9010	\$14.98	\$9.51	\$1.8940	\$15.81	\$ 7.13	\$1.8940	\$13.51	\$ 13.81	\$1.8997	\$19.98
May	\$14.92	\$1.9512	\$21.23	\$7.85	\$2.0669	\$14.81	\$9.31	\$2.0599	\$16.19	\$ 6.94	\$2.0599	\$13.91	\$ 13.80	\$2.0120	\$20.36
Jun	\$14.77	\$2.0821	\$21.54	\$7.66	\$2.1081	\$14.77	\$9.71	\$2.1011	\$16.72	\$ 6.78	\$2.1011	\$13.90	\$ 13.77	\$2.0955	\$20.62
Jul	\$14.87	\$2.1655	\$21.93	\$7.55	\$2.1195	\$14.70	\$9.26	\$2.1125	\$16.33	\$ 5.96	\$2.1125	\$13.15	\$ 14.03	\$2.1448	\$21.05
Aug	\$14.53	\$2.1872	\$21.68	\$6.82	\$2.2744	\$14.54	\$8.64	\$2.2674	\$16.27	\$ 5.14	\$2.2674	\$12.90	\$ 13.27	\$2.2327	\$20.62
Sep	\$14.48	\$2.2193	\$21.74	\$5.91	\$2.7601	\$15.36	\$6.41	\$2.7531	\$15.82	\$ 5.64	\$2.7531	\$15.08	\$ 13.36	\$2.5044	\$21.66
Oct	\$11.97	\$2.7692	\$21.24	\$6.46	\$2.9157	\$16.44	\$5.47	\$2.9087	\$15.46	\$ 6.48	\$2.9087	\$16.43	\$ 11.33	\$2.8451	\$20.89
Nov	\$12.05	\$2.9296	\$21.88	\$7.35	\$3.1900	\$18.26	\$4.31	\$3.1830	\$15.30	\$ 5.96	\$3.1830	\$16.89	\$ 11.27	\$3.0626	\$21.59
Dec	\$11.45	\$3.1588	\$22.11	\$6.75	\$2.9127	\$16.71	\$4.43	\$2.9057	\$14.44	\$ 5.54	\$2.9057	\$15.52	\$ 10.73	\$3.0386	\$20.99
Jan 2016	\$11.01	\$3.0902	\$21.44	\$6.31	\$2.3132	\$14.19	\$5.85	\$2.3062	\$13.72	\$ 5.43	\$2.3062	\$13.31	\$ 10.31	\$2.6824	\$19.34
Feb	\$11.31	\$2.3218	\$19.04	\$6.17	\$2.3848	\$14.30	\$5.68	\$2.3778	\$13.80	\$ 5.36	\$2.3778	\$13.49	\$ 10.55	\$2.3556	\$18.43
Mar	\$10.94	\$2.4643	\$19.18	\$6.05	\$2.2098	\$13.57	\$6.25	\$2.2028	\$13.74	\$ 5.21	\$2.2028	\$12.74	\$ 10.25	\$2.3325	\$18.06
Apr	\$11.62	\$2.2646	\$19.14	\$5.89	\$2.2446	\$13.54	\$6.01	\$2.2376	\$13.63	\$ 5.02	\$2.2376	\$12.68	\$ 10.81	\$2.2546	\$18.32
May	\$11.52	\$2.2795	\$19.10	\$5.71	\$2.2916	\$13.53	\$4.94	\$2.2846	\$12.76	\$ 5.28	\$2.2846	\$13.09	\$ 10.47	\$2.2859	\$18.10
June	\$10.71	\$2.3448	\$18.54	\$5.86											

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.	%
Mar 2015	242,484	148	200,458	82.67%	27,920	11.51%	3,076	1.27%	11,030	4.55%
Apr	234,750	145	195,485	83.27%	24,417	10.40%	5,250	2.24%	9,598	4.09%
May	223,270	124	185,331	83.01%	25,276	11.32%	1,623	0.73%	11,039	4.94%
Jun	210,948	138	177,092	83.96%	25,956	12.30%	3,649	1.73%	4,250	2.01%
Jul	209,206	168	181,494	86.76%	21,905	10.47%	2,706	1.29%	3,101	1.48%
Aug	229,532	254	190,534	83.01%	27,287	11.89%	510	0.22%	11,202	4.88%
Sep	215,378	207	184,140	85.50%	22,771	10.57%	992	0.46%	7,475	3.47%
Oct	232,541	199	202,350	87.02%	23,994	10.32%	3,545	1.52%	2,652	1.14%
Nov	231,006	194	193,765	83.88%	26,701	11.56%	4,918	2.13%	5,621	2.43%
Dec	238,065	175	202,932	85.24%	24,774	10.41%	6,936	2.91%	3,423	1.44%
Jan 2016	247,867	154	209,629	84.57%	22,507	9.08%	2,822	1.14%	12,910	5.21%
Feb	235,525	146	196,350	83.37%	24,600	10.44%	8,711	3.70%	5,863	2.49%
Mar	241,647	141	203,871	84.37%	27,503	11.38%	4,958	2.05%	5,315	2.20%
Apr	231,542	141	195,608	84.47%	23,700	10.24%	3,096	1.34%	9,138	3.95%
May	228,210	140**	185,108	81.11%	22,863	10.02%	10,515	4.61%	9,724	4.26%

* 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 June through August 2016									
	Pool & Uniform Price	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	First Partial Payment Due**		Second Partial Payment Due**		Final Pay Due	
Pool Month	Release Date	All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
JUN 2016	07/11/16	07/12/16	07/13/16	06/20/16	06/20/16	07/05/16	07/05/16	07/13/16	07/14/16
JUL 2016	08/11/16	08/12/16	08/15/16	07/19/16	07/20/16	08/04/16	08/05/16	08/15/16	08/16/16
AUG 2016	09/11/16	09/12/16	09/13/16	08/19/16	08/22/16	09/06/16	09/06/16	09/13/16	09/14/16

**The base rate for making partial payments in Hillsborough Co., FL for June will be \$16.29 per hundredweight for cooperatives (90 percent of the preceding month's uniform price) and \$15.39 for nonmembers (85 percent of the preceding month's uniform price).

Producer Touch Base Requirements & Handler Diversion Limits												
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Producer Touch Base Days	10	10	10	10	10	10	10	10	10	10	10	10
Diversion Percentage Limits	15%	15%	20%	20%	20%	20%	10%	10%	10%	10%	10%	15%

WASDE Dairy Report 1/

WASDE – 554 June 10, 2016

Milk production forecasts for 2016 and 2017 are raised from last month as recently reported cow numbers indicate the herd continues to expand. No change is made to output per cow. Fat and skim -solids basis export forecasts for 2016 and 2017 are lowered as international supplies of dairy products remain abundant and U.S. prices remain high relative to those of competitors. Fat and skim-solids basis stocks are forecast higher as stocks of butter and cheese are expected to remain relatively high. Fat basis imports are reduced for both 2016 and 2017 on expectations of slower imports of butterfat products, and to a lesser extent, cheese.

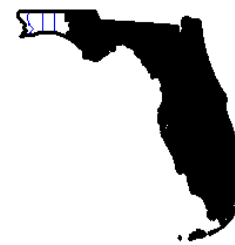
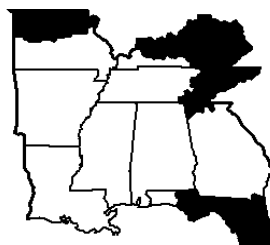
Cheese and butter prices for 2016 are forecast higher based on recent price data and lower forecast imports, despite relatively large stocks. The nonfat dry milk (NDM) price is raised based on recent price strength. The whey price forecast is unchanged at the midpoint. Cheese prices are forecast lower for 2017 as relatively high stocks pressure the market, but the prices of butter, NDM, and whey are unchanged from last month. Class III and Class IV price forecasts are raised for 2016 on component product prices. For 2017, the Class III price is lowered on lower cheese prices, but the Class IV price is unchanged. The all milk price is forecast higher at \$14.95 to \$15.35 per cwt for 2016, but is unchanged at \$15.25 to \$16.25 per cwt for 2017.

1/ The World Agricultural Supply and Demand Estimates (WASDE) report provides USDA's comprehensive forecasts of supply and demand for major U.S. and global crops and U.S. livestock, including dairy. The most recent WASDE report is available at www.usda.gov/oce/commodity/wasde/index.htm.



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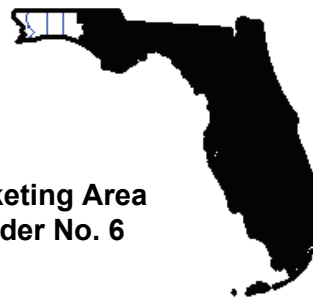


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FLORIDA Fluid Milk Report

Erik F. Rasmussen
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

July 2016

Volume 17—No.7

Dairy Forecast for 2017

Excerpts from Livestock, Dairy, & Poultry Outlook, July 18, 2016, Economic Research Service, USDA:

The forecast for milk cows is increased by 15,000 cows for 2017 to 9.335 million, due to higher forecasts for milk prices and lower forecasts for feed prices. Output per cow is unchanged, at 23,095 pounds for the year. Total production is forecast at 215.6 billion pounds, 0.3 billion pounds higher than last month, and an increase of 1.5 percent from 2016.

Forecasts for imports and exports on a milk-fat basis are unchanged for 2017, at 6.7 and 8.7 billion pounds, respectively. Higher expected exports of whole milk powder are offset by lower expected exports of butterfat products. The domestic commercial use forecast on a milk-fat basis has been raised to 213.3 billion pounds, 0.1 billion pounds higher than forecast last month; the forecast for ending stocks has been raised to 12.8 billion pounds, 0.6 billion pounds higher.

On a skim-solids basis, 2017 import and export forecasts have been increased slightly from last month. Imports are now forecast at 6.3 billion pounds, 0.1 billion pounds higher, due to higher expected imports of milk albumin and food preparations with significant dairy content. Exports are forecast at 37.3 billion pounds, 0.2 billion pounds higher due to higher expected exports of dry whole milk. Ending commercial stocks are forecast at 13.8 billion pounds, 0.2 billion pounds lower than last month. The domestic commercial use forecast is lowered 0.1 billion pounds to 183.6 billion for 2017.

Higher dairy product price forecasts are extended into 2017. Robust domestic demand is expected to contribute to higher prices for all major dairy products, and improving international markets are expected to support higher domestic prices for NDM and dry whey. Price forecasts for cheese, butter, NDM and dry whey have been raised to \$1.565-\$1.665, \$1.940-\$2.070, \$0.865-\$0.935 and \$0.280-\$0.310 per pound, respectively. (continued on Pg. 4)

Uniform Price Lower

The uniform price in Hillsborough County, Florida, was \$17.93 per hundredweight for milk at 3.5 percent butterfat for the month of June. This is a decrease of \$0.17 compared with the previous month and a decrease of \$2.69 from June 2015.

Class I utilization was 83.56 percent in June. This is an increase of 2.45 percent compared to last month and is a decrease of 0.40 percent when compared with June of last year.

National Dairy Situation

The USDA estimates that the total U.S. production of milk in May 2016 was 18.65 billion pounds, up 1.2 percent from May 2015 and 0.3 percent higher compared with April 2016 on a daily average basis. Total cheese output (excluding cottage cheese) was 998 million pounds, 1.2 percent above May 2015 but 2.5 percent below April 2016 on a daily average basis. Butter production was 170 million pounds, 0.3 percent above May 2015 but 6.8 percent below April 2016 on a daily average basis.

Nonfat dry milk powder production was 165 million pounds in May, 8.3 percent lower than May of last year and 5.7 percent lower than April 2016 on a daily average basis. Total dry whey production was 81.8 million pounds in May, up 3.1 percent from May 2015 and 3.8 percent lower than April 2016 on a daily average basis. Whey protein concentrates production was 38.4 million pounds in May, 12.6 percent lower than May of last year and 0.9 percent higher than the previous month on a daily average basis.

The preliminary milk-feed price ratio (the pounds of 16 percent mixed dairy feed equal in value to 1 pound of whole milk) was 1.89 in May, the same value as the prior month. The U.S. all milk price fell to \$14.50 in May, down 50 cents from the previous month.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - JUNE 2016

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	52.08%	3,847,161	\$2.2908	\$ 8,813,076.41
Class I Differential at Location				215,142.98
Class II Butterfat	40.35%	2,980,473	\$2.4179	7,206,485.67
Class III Butterfat	2.42%	178,879	\$2.4109	431,259.37
Class IV Butterfat	5.15%	380,342	\$2.4109	916,966.53
Total Butterfat	100.00%	7,386,855		\$ 17,582,930.96
Uniform Butterfat Price per lb. (Hillsborough County, Florida):			\$2.3803	

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	84.72%	169,847,304	\$5.31 /cwt.	\$ 9,018,891.85
Class I Butterfat	52.08%	3,847,161	\$2.2908 /lb.	8,813,076.41
Class I Differential at Location		173,694,465		9,697,487.30
Total Class I Milk	83.56%	173,694,465		\$ 27,529,455.56
Class II Skim Milk	9.93%	19,907,214	\$5.86 /cwt.	\$ 1,166,562.73
Class II Butterfat	40.35%	2,980,473	\$2.4179 /lb.	7,206,485.67
Total Class II Milk	11.01%	22,887,687		\$ 8,373,048.40
Class III Skim Milk	4.52%	9,057,240	\$4.96 /cwt.	\$ 449,239.10
Class III Butterfat	2.42%	178,879	\$2.4109 /lb.	431,259.37
Total Class III Milk	4.44%	9,236,119		\$ 880,498.47
Class IV Skim Milk	0.83%	1,667,238	\$5.53 /cwt.	\$ 92,198.26
Class IV Butterfat	5.15%	380,342	\$2.4109 /lb.	916,966.53
Total Class IV Milk	0.99%	2,047,580		\$ 1,009,164.79
Producer Milk	100.00%	207,865,851		\$ 37,792,167.22

Adjustments

Overage and Other Source	\$0.00
Inventory Adjustments	\$10,986.81
Producer butterfat at uniform butterfat price	(\$17,582,930.96)
Location Adjustments to Producers	(\$280,289.75)
1/2 Unobligated Balance in P.S.F.	\$96,533.78

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 9.99430	\$20,036,467.10
	\$ 0.04430	\$88,807.00

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

\$9.95

Uniform Price per cwt. (Hillsborough County, Florida)

\$17.93*

* 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 %
	JUN 2016	JUL 2016	MAY 2015	JUN 2016	JUN 2016
Appalachian (Charlotte)	\$ 16.54	\$ 17.10	\$ 15.98	\$ 15.93	64.84%
Arizona (Phoenix)	\$ 15.49	\$ 16.05	\$ 13.78	\$ 14.13	23.45%
Central (Kansas City)	\$ 15.14	\$ 15.70	\$ 13.53	\$ 13.84	25.96%
Florida (Tampa)	\$ 18.54	\$ 19.10	\$ 18.10	\$ 17.93	83.56%
Mideast (Cleveland)	\$ 15.14	\$ 15.70	\$ 13.81	\$ 14.17	29.30%
Northeast (Boston)	\$ 16.39	\$ 16.95	\$ 14.73	\$ 15.01	30.10%
Pacific Northwest (Seattle)	\$ 15.04	\$ 15.60	\$ 13.50	\$ 13.84	20.46%
Southeast (Atlanta)	\$ 16.94	\$ 17.50	\$ 16.27	\$ 16.17	64.78%
Southwest (Dallas)	\$ 16.14	\$ 16.70	\$ 14.40	\$ 14.68	29.83%
Upper Midwest (Chicago)	\$ 14.94	\$ 15.50	\$ 13.08	\$ 13.46	8.60%

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

Receipts:		June 2016	June 2015
Producer Milk			
Class I		173,694,465	177,092,265
Class II		22,887,687	25,955,895
Class III		9,236,119	3,648,972
Class IV		2,047,580	4,250,384
	Total Producer Milk	207,865,851	210,947,516
	Average Butterfat Test	3.55%	3.56%
	Percent of Producer Milk in Class I	83.56%	83.96%
	Daily Average Receipts	6,928,862	7,031,584
Other Source Milk			
Class I		3,492,292	5,336,843
Class II		5,340,532	6,135,793
Class III		18,281	0
Class IV		662,235	597,943
	Total Other Source Milk	9,513,340	12,070,579
Overage			
Class I		0	0
Class II		0	0
Class III		0	0
Class IV		0	498
	Total Overage	0	498
Opening Inventory			
Class I		9,926,456	7,353,584
Class II		695,316	1,236,799
Class III		1,645,170	0
Class IV		6,464,813	9,406,444
	Total Opening Inventory	18,731,755	17,996,827
	Total Receipts	236,110,946	241,015,420
Utilization:			
Class I Utilization			
Inventory of Packaged FMP		9,197,100	7,920,288
Route Disposition Class I		177,514,596	180,612,348
Shrinkage		301,279	1,189,874
Transfers & Diversions to Nonpool		100,238	60,182
	Total Class I Utilization	187,113,213	189,782,692
	Average Butterfat Test	2.20%	2.16%
	Daily Average Utilization	6,237,107	6,326,090
Class II Utilization			
Nonfluid Used To Produce		5,257,299	10,665,423
Shrinkage		0	0
Transfers & Diversions to Nonpool/Commercial Foods		8,697,289	9,130,379
Used To Produce/Other Uses		14,968,947	13,532,685
	Total Class II Utilization	28,923,535	33,328,487
	Average Butterfat Test	10.89%	10.44%
Class III Utilization			
Shrinkage		3,054,079	0
Transfers & Diversions to Nonpool/Used to Produce		2,876,287	3,648,972
Use to Produce/Other Uses		4,969,204	0
	Total Class III Utilization	10,899,570	3,648,972
	Average Butterfat Test	1.83%	2.24%
Class IV Utilization			
Inventory		6,496,205	7,313,810
Nonfluid Used To Fortify		293,462	84,870
Shrinkage		0	2,985,316
Transfers & Diversions to Nonpool		2,384,961	1,361,090
Used To Produce/Other Uses		0	2,510,183
	Total Class IV Utilization	9,174,628	14,255,269
	Average Butterfat Test	8.81%	5.51%
	Total Utilization	236,110,946	241,015,420

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in June 2016 is \$17.93 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$9.95 per hundredweight plus 3.5 times the uniform butterfat price of \$2.3803 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 84.72% of all producer skim milk (priced to handlers at \$5.31 per hundredweight, plus the Class I differential) and 52.08% of producer butterfat (priced to handlers at \$2.2908 per pound plus Class I differential). Class II use accounted for 9.93% of all producer skim milk (\$5.86 per hundredweight) and 40.35% of producer butterfat (\$2.4179 per pound). Class III use accounted for 4.52% of all producer skim milk (\$4.96 per cwt) and 2.42% of producer butterfat (\$2.4109 per pound). Class IV use accounted for 0.83% of all producer skim milk (\$5.53 per cwt) and 5.15% of producer butterfat (\$2.4109 per pound).

Packaged Class I Route Sales in Marketing Area

Product Description	Pounds	Percent
<u>May 2016</u>		
Whole Milk	84,556,881	38.50%
Fat Free Milk	19,723,483	8.98%
Lowfat Milk (incl. 1%)	29,855,217	13.59%
Reduced Fat Milk (incl. 2%)	62,002,706	28.23%
Cultured Fluid Milk (incl. Buttermilk)	1,172,266	0.53%
Flavored Drinks and Milk	22,325,194	10.16%
Total Disposition in Marketing Area	219,635,747	100.0%
Total Disposition by Pool Plants	188,584,757	85.86%
Total Disposition by Nonpool Plants	31,050,990	14.14%
Total Disposition in Marketing Area	219,635,747	100.0%

Receipts of producer milk during June totaled 207.9 million pounds, 3.1 million pounds less than June 2015. Florida producers supplied an estimated 213.4 million pounds of milk in May 2016 or an estimated 93.52% of the producer milk pooled in Florida. In May 2015, Florida producers supplied 94.21% of producer milk pooled on the Florida market.

There were 10 regulated pool distributing plants and 6 cooperative associations submitting reports of receipts and utilization in the computation of the uniform prices for June. In-area Class I route disposition was 219.6 million pounds in April, 1.9 million pounds above May 2015.

Excerpts from Latest Livestock, Dairy & Poultry Outlook

(continued from Page 1) Recent data for imports of milk albumin and food preparations suggest slightly higher skim-solids imports for the year. The 2016 forecast for imports on a skim-solids basis is 6.5 billion pounds, 0.1 billion pounds higher than last month's forecast. The forecast for exports has been raised significantly, from 36.0 to 36.4 billion pounds on a skim-solids basis, partly due to increasing dry whey prices in Europe and increasing international prices for milk powder. Ending stocks have been reduced from 14.3 to 13.8 billion pounds for the year as result of the increase in exports and a higher forecast for domestic commercial use, which has been raised to 181.7 billion pounds, 0.2 billion pounds above last month's forecast..

Outlook for Feed Prices

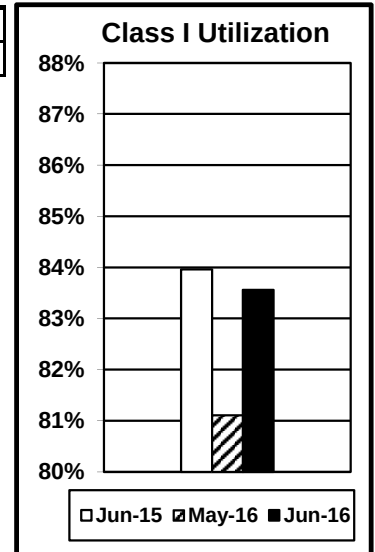
Feed price forecasts for 2015/2016 and 2016/17 have generally been lowered from last month. The 2015/16 corn price forecast is \$3.60-\$3.70 per bushel, down \$0.05 from last month's forecast at the midpoint. The 2016/17 corn price forecast is \$3.10-\$3.70 per bushel, down \$0.10 at both ends of the range. The estimated 2015/16 soybean meal price is \$340 per short ton, up \$5. The 2016/17 soybean meal price forecast is \$325-\$365 per short ton, up \$5 at both ends of the range. The reductions in the corn price forecasts are proportionally greater than the higher forecasts for the soybean meal prices. The national average price for alfalfa hay decreased from \$153 per short ton in April to \$147 in May.

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
May 2015	\$14.92	\$1.9512	\$21.23	\$7.85	\$2.0669	\$14.81	\$9.31	\$2.0599	\$16.19	\$ 6.94	\$2.0599	\$13.91	\$ 13.80	\$2.0120	\$20.36
Jun	\$14.77	\$2.0821	\$21.54	\$7.66	\$2.1081	\$14.77	\$9.71	\$2.1011	\$16.72	\$ 6.78	\$2.1011	\$13.90	\$ 13.77	\$2.0955	\$20.62
Jul	\$14.87	\$2.1655	\$21.93	\$7.55	\$2.1195	\$14.70	\$9.26	\$2.1125	\$16.33	\$ 5.96	\$2.1125	\$13.15	\$ 14.03	\$2.1448	\$21.05
Aug	\$14.53	\$2.1872	\$21.68	\$6.82	\$2.2744	\$14.54	\$8.64	\$2.2674	\$16.27	\$ 5.14	\$2.2674	\$12.90	\$ 13.27	\$2.2327	\$20.62
Sep	\$14.48	\$2.2193	\$21.74	\$5.91	\$2.7601	\$15.36	\$6.41	\$2.7531	\$15.82	\$ 5.64	\$2.7531	\$15.08	\$ 13.36	\$2.5044	\$21.66
Oct	\$11.97	\$2.7692	\$21.24	\$6.46	\$2.9157	\$16.44	\$5.47	\$2.9087	\$15.46	\$ 6.48	\$2.9087	\$16.43	\$ 11.33	\$2.8451	\$20.89
Nov	\$12.05	\$2.9296	\$21.88	\$7.35	\$3.1900	\$18.26	\$4.31	\$3.1830	\$15.30	\$ 5.96	\$3.1830	\$16.89	\$ 11.27	\$3.0626	\$21.59
Dec	\$11.45	\$3.1588	\$22.11	\$6.75	\$2.9127	\$16.71	\$4.43	\$2.9057	\$14.44	\$ 5.54	\$2.9057	\$15.52	\$ 10.73	\$3.0386	\$20.99
Jan 2016	\$11.01	\$3.0902	\$21.44	\$6.31	\$2.3132	\$14.19	\$5.85	\$2.3062	\$13.72	\$ 5.43	\$2.3062	\$13.31	\$ 10.31	\$2.6824	\$19.34
Feb	\$11.31	\$2.3218	\$19.04	\$6.17	\$2.3848	\$14.30	\$5.68	\$2.3778	\$13.80	\$ 5.36	\$2.3778	\$13.49	\$ 10.55	\$2.3556	\$18.43
Mar	\$10.94	\$2.4643	\$19.18	\$6.05	\$2.2098	\$13.57	\$6.25	\$2.2028	\$13.74	\$ 5.21	\$2.2028	\$12.74	\$ 10.25	\$2.3325	\$18.06
Apr	\$11.62	\$2.2646	\$19.14	\$5.89	\$2.2446	\$13.54	\$6.01	\$2.2376	\$13.63	\$ 5.02	\$2.2376	\$12.68	\$ 10.81	\$2.2546	\$18.32
May	\$11.52	\$2.2795	\$19.10	\$5.71	\$2.2916	\$13.53	\$4.94	\$2.2846	\$12.76	\$ 5.28	\$2.2846	\$13.09	\$ 10.47	\$2.2859	\$18.10
Jun	\$10.71	\$2.3448	\$18.54	\$5.86	\$2.4179	\$14.12	\$4.96	\$2.4109	\$13.22	\$ 5.53	\$2.4109	\$13.77	\$ 9.95	\$2.3803	\$17.93
Jul	\$10.97	\$2.4329	\$19.10	\$6.27											

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.	%
May 2015	223,270	124	185,331	83.01%	25,276	11.32%	1,623	0.73%	11,039	4.94%
Jun	210,948	138	177,092	83.96%	25,956	12.30%	3,649	1.73%	4,250	2.01%
Jul	209,206	168	181,494	86.76%	21,905	10.47%	2,706	1.29%	3,101	1.48%
Aug	229,532	254	190,534	83.01%	27,287	11.89%	510	0.22%	11,202	4.88%
Sep	215,378	207	184,140	85.50%	22,771	10.57%	992	0.46%	7,475	3.47%
Oct	232,541	199	202,350	87.02%	23,994	10.32%	3,545	1.52%	2,652	1.14%
Nov	231,006	194	193,765	83.88%	26,701	11.56%	4,918	2.13%	5,621	2.43%
Dec	238,065	175	202,932	85.24%	24,774	10.41%	6,936	2.91%	3,423	1.44%
Jan 2016	247,867	154	209,629	84.57%	22,507	9.08%	2,822	1.14%	12,910	5.21%
Feb	235,525	146	196,350	83.37%	24,600	10.44%	8,711	3.70%	5,863	2.49%
Mar	241,647	141	203,871	84.37%	27,503	11.38%	4,958	2.05%	5,315	2.20%
Apr	231,542	141	195,608	84.47%	23,700	10.24%	3,096	1.34%	9,138	3.95%
May	228,210	112	185,108	81.11%	22,863	10.02%	10,515	4.61%	9,724	4.26%
Jun	207,866	125**	173,694	83.56%	22,888	11.01%	9,236	4.44%	2,048	0.99%



* 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 July through September 2016									
	Pool & Uniform Price	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	First Partial Payment Due**		Second Partial Payment Due**		Final Pay Due	
Pool Month	Release Date	All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
JUL 2016	08/11/16	08/12/16	08/15/16	07/19/16	07/20/16	08/04/16	08/05/16	08/15/16	08/16/16
AUG 2016	09/11/16	09/12/16	09/13/16	08/19/16	08/22/16	09/06/16	09/06/16	09/13/16	09/14/16
SEP 2016	10/11/16	10/12/16	10/13/16	09/19/16	09/20/16	10/04/16	10/05/16	10/13/16	10/14/16

**The base rate for making partial payments in Hillsborough Co., FL for July will be \$16.14 per hundredweight for cooperatives (90 percent of the preceding month's uniform price) and \$15.24 for nonmembers (85 percent of the preceding month's uniform price).

Producer Touch Base Requirements & Handler Diversion Limits												
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Producer Touch Base Days	10	10	10	10	10	10	10	10	10	10	10	10
Diversion Percentage Limits	15%	15%	20%	20%	20%	20%	10%	10%	10%	10%	10%	15%

WASDE Dairy Report 1/

WASDE – 555 July 12, 2016

The milk production forecast for 2016 is lowered from last month as the pace of cow herd expansion has slowed. However, the production forecast for 2017 is raised as higher forecast milk prices and lower feed costs in late 2016 and early 2017 are expected to lead to higher 2017 cow numbers. Fat basis exports are lowered for 2016 as slowing sales of butterfat products more than offset higher whole milk powder (WMP) exports. The forecast for 2017 is unchanged.

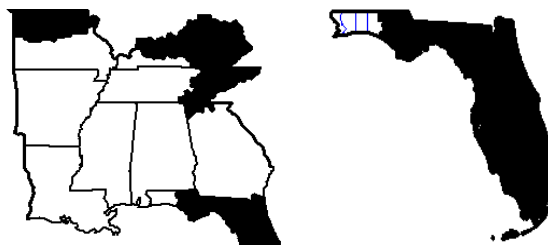
On a skim-solids basis, the export forecasts for 2016 and 2017 are raised on higher WMP sales. For 2016 and 2017, imports are unchanged on a fat basis, but are raised on a skim-solids basis. Fat basis stocks are forecast higher as stocks of butter remain high, but on a skim-solids basis, stocks are reduced. Cheese, butter, nonfat dry milk, and whey prices for 2016 and 2017 are forecast higher as demand remains robust. Class III and Class IV price forecasts are raised for both 2016 and 2017 as the component product prices forecasts are raised. The all milk prices are forecast higher at \$15.55 to \$15.85 per cwt for 2016 and \$15.70 to \$16.70 per cwt for 2017.

1/ The World Agricultural Supply and Demand Estimates (WASDE) report provides USDA's comprehensive forecasts of supply and demand for major U.S. and global crops and U.S. livestock, including dairy. The most recent WASDE report is available at www.usda.gov/oce/commodity/wasde/index.htm.



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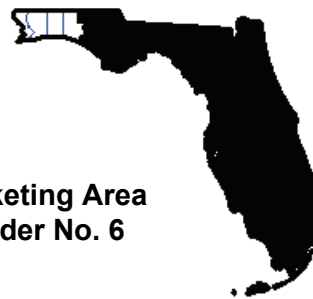


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FLORIDA Fluid Milk Report

Erik F. Rasmussen
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

August 2016

Volume 17—No. 8

Dairy Forecast for 2016/2017

Excerpts from Livestock, Dairy, & Poultry Outlook, August 18, 2016, Economic Research Service, USDA:

With recent increases in wholesale cheese prices and relatively high expected demand, the cheese price forecasts have been raised to \$1.750-1.780 and \$1.725-\$1.785 per pound in the third and fourth quarters [of 2016], respectively. Whey prices are forecast slightly higher in the third quarter, \$0.270-0.290 per pound, but are unchanged in the fourth quarter at \$0.265-0.295 per pound. NDM prices are also slightly higher, at \$0.830-0.860 per pound for the third quarter and \$0.825-0.875 for the fourth quarter. Given recent price movements and large stocks, butter prices are forecast lower, at \$2.235-\$2.295 and \$2.185-2.275 per pound in the third and fourth quarters, respectively.

Significantly higher cheese prices result in increased Class III price forecasts, \$16.25-\$16.55 and \$16.00-16.60 per hundredweight (cwt) in the third and fourth quarters, respectively. With the lower butter prices more than offsetting higher NDM prices, Class IV price forecasts have been reduced to \$14.50-14.90 and \$14.25-14.95 per cwt in the third and fourth quarters, respectively. The all-milk price forecasts are raised to \$16.80-17.10 per cwt for the third quarter and \$17.60-18.20 per cwt for the fourth quarter. For the year, the all-milk price forecast is \$16.25-\$16.45 per cwt, up from \$15.55-15.85 forecast last month.

As improved returns are expected to result in higher feeding of quality ingredients, the 2017 forecast of yield per cow has been raised by 10 pounds per head. The milk production forecast has been raised to 215.8 billion pounds, 0.2 billion pounds more than forecast last month.

With larger expected imports of products with high milk-fat content, milk-fat basis imports for 2017 are raised to 6.9 billion pounds, 0.2 billion more than forecast last month. The export forecast on a milk-fat basis is unchanged at 8.7 billion pounds. With higher butter stocks expected to (continued on Pg. 4)

Uniform Price Increases

The uniform price in Hillsborough County, Florida, was \$18.71 per hundredweight for milk at 3.5 percent butterfat for the month of July. This is an increase of \$0.78 compared with the previous month and a decrease of \$2.34 from July 2015.

Class I utilization was 83.33 percent in July. This is a decrease of 0.23 percent compared to last month and is a decrease of 3.43 percent when compared with July 2015.

National Dairy Situation

The USDA estimates that the total U.S. production of milk in June 2016 was 17.77 billion pounds, up 1.5 percent from June 2015 and 1.4 percent lower compared with May 2016 on a daily average basis. Total cheese output (excluding cottage cheese) was 987 million pounds, 1.1 percent above June 2015 and 1.8 percent higher than May 2016 on a daily average basis. Butter production was 153 million pounds, 6.4 percent above June 2015 but 7.1 percent below May 2016 on a daily average basis.

Nonfat dry milk powder production was 144 million pounds in June, 13.2 percent lower than June of last year and 10.6 percent lower than May 2016 on a daily average basis. Total dry whey production was 79.2 million pounds in June, down 7.7 percent from June 2015 and 0.3 percent lower than May 2016 on a daily average basis. Whey protein concentrates production was 35.9 million pounds in June, 7.9 percent lower than June of last year and 2.3 percent lower than the previous month on a daily average basis.

The preliminary milk-feed price ratio (the pounds of 16 percent mixed dairy feed equal in value to 1 pound of whole milk) was 1.91 in June, 0.02 higher than the prior month. The U.S. all milk price fell to \$14.80 in June, up 30 cents from the previous month.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - JULY 2016

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	52.40%	3,852,859	\$2.3789	\$ 9,165,566.28
Class I Differential at Location				216,094.64
Class II Butterfat	39.58%	2,910,690	\$2.6034	7,577,690.35
Class III Butterfat	1.70%	125,056	\$2.5964	324,695.40
Class IV Butterfat	6.32%	465,030	\$2.5964	1,207,403.90
Total Butterfat	100.00%	7,353,635		\$ 18,491,450.57

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$2.5146**

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	84.47%	167,596,255	\$5.57 /cwt.	\$ 9,335,111.40
Class I Butterfat	52.40%	3,852,859	\$2.3789 /lb.	9,165,566.28
Class I Differential at Location		171,449,114		9,590,430.78
Total Class I Milk	83.33%	171,449,114		\$ 28,091,108.46
Class II Skim Milk	9.67%	19,177,309	\$6.27 /cwt.	\$ 1,202,417.27
Class II Butterfat	39.58%	2,910,690	\$2.6034 /lb.	7,577,690.35
Total Class II Milk	10.73%	22,087,999		\$ 8,780,107.62
Class III Skim Milk	1.76%	3,497,234	\$6.38 /cwt.	\$ 223,123.54
Class III Butterfat	1.70%	125,056	\$2.5964 /lb.	324,695.40
Total Class III Milk	1.76%	3,622,290		\$ 547,818.94
Class IV Skim Milk	4.10%	8,138,316	\$5.96 /cwt.	\$ 485,043.62
Class IV Butterfat	6.32%	465,030	\$2.5964 /lb.	1,207,403.90
Total Class IV Milk	4.18%	8,603,346		\$ 1,692,447.52
Producer Milk	100.00%	205,762,749		\$ 39,111,482.54

Adjustments

Overage and Other Source	\$7,083.85
Inventory Adjustments	\$3,973.75
Producer butterfat at uniform butterfat price	(\$18,491,450.57)
Location Adjustments to Producers	(\$286,335.43)
1/2 Unobligated Balance in P.S.F.	\$121,822.51

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 10.31534	\$20,466,576.65
	\$ 0.04534	\$89,960.64

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

\$10.27

Uniform Price per cwt. (Hillsborough County, Florida)

\$18.71*

* 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 %
	JUL 2016	AUG 2016	JUN 2016	JUL 2016	JUL 2016
Appalachian (Charlotte)	\$ 17.10	\$ 18.47	\$ 15.93	\$ 16.80	67.84%
Arizona (Phoenix)	\$ 16.05	\$ 17.42	\$ 14.13	\$ 15.42	25.59%
Central (Kansas City)	\$ 15.70	\$ 17.07	\$ 13.84	\$ 15.26	28.16%
Florida (Tampa)	\$ 19.10	\$ 20.47	\$ 17.93	\$ 18.71	83.33%
Mideast (Cleveland)	\$ 15.70	\$ 17.07	\$ 14.17	\$ 15.45	29.70%
Northeast (Boston)	\$ 16.95	\$ 18.32	\$ 15.01	\$ 16.22	29.30%
Pacific Northwest (Seattle)	\$ 15.60	\$ 16.97	\$ 13.84	\$ 15.19	19.74%
Southeast (Atlanta)	\$ 17.50	\$ 18.87	\$ 16.17	\$ 17.20	68.70%
Southwest (Dallas)	\$ 16.70	\$ 18.07	\$ 14.68	\$ 16.11	27.56%
Upper Midwest (Chicago)	\$ 15.50	\$ 16.87	\$ 13.46	\$ 15.34	9.50%

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

Receipts:		July 2016	July 2015
Producer Milk			
Class I		171,449,114	181,494,296
Class II		22,087,999	21,904,913
Class III		3,622,290	2,706,387
Class IV		8,603,346	3,100,729
Total Producer Milk		205,762,749	209,206,325
Average Butterfat Test		3.57%	3.60%
Percent of Producer Milk in Class I		83.33%	86.76%
Daily Average Receipts		6,637,508	6,748,591
Other Source Milk			
Class I		3,404,350	5,046,413
Class II		665,354	5,460,065
Class III		1,722	0
Class IV		571,331	445,875
Total Other Source Milk		4,642,757	10,952,353
Overage			
Class I		0	0
Class II		0	0
Class III		2,721	3,325
Class IV		0	0
Total Overage		2,721	3,325
Opening Inventory			
Class I		9,197,100	8,235,717
Class II		15,640	1,581,580
Class III		77,213	59,223
Class IV		6,403,352	5,553,603
Total Opening Inventory		15,693,305	15,430,123
Total Receipts		226,101,532	235,592,126
Utilization:			
Class I Utilization			
Inventory of Packaged FMP		8,182,127	9,222,350
Route Disposition Class I		175,672,260	185,224,326
Shrinkage		73,606	226,824
Transfers & Diversions to Nonpool		122,571	102,926
Total Class I Utilization		184,050,564	194,776,426
Average Butterfat Test		2.23%	2.19%
Daily Average Utilization		5,937,115	6,283,111
Class II Utilization			
Nonfluid Used To Produce		656,799	5,446,037
Shrinkage		0	0
Transfers & Diversions to Nonpool/Commercial Foods		9,344,231	7,668,108
Used To Produce/Other Uses		12,770,684	15,835,738
Total Class II Utilization		22,771,714	28,949,883
Average Butterfat Test		12.91%	11.80%
Class III Utilization			
Shrinkage		0	547
Transfers & Diversions to Nonpool/Used to Produce		3,701,225	2,765,063
Use to Produce/Other Uses		0	0
Total Class III Utilization		3,701,225	2,765,610
Average Butterfat Test		3.47%	3.64%
Class IV Utilization			
Inventory		9,742,212	4,778,412
Nonfluid Used To Fortify		202,105	195,562
Shrinkage		2,797,510	2,632,395
Transfers & Diversions to Nonpool		1,001,414	369,107
Used To Produce/Other Uses		1,834,788	1,124,731
Total Class IV Utilization		15,578,029	9,100,207
Average Butterfat Test		5.93%	6.16%
Total Utilization		226,101,532	235,592,126

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in July 2016 is \$18.71 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$10.27 per hundredweight plus 3.5 times the uniform butterfat price of \$2.5146 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 84.47% of all producer skim milk (priced to handlers at \$5.57 per hundredweight, plus the Class I differential) and 52.40% of producer butterfat (priced to handlers at \$2.3789 per pound plus Class I differential). Class II use accounted for 9.67% of all producer skim milk (\$6.27 per hundredweight) and 39.58% of producer butterfat (\$2.6034 per pound). Class III use accounted for 1.76% of all producer skim milk (\$6.38 per cwt) and 1.70% of producer butterfat (\$2.5964 per pound). Class IV use accounted for 4.10% of all producer skim milk (\$5.96 per cwt) and 6.32% of producer butterfat (\$2.5964 per pound).

Packaged Class I Route Sales in Marketing Area

Product Description	Pounds	Percent
June 2016		
Whole Milk	86,673,141	41.58%
Fat Free Milk	18,888,423	9.06%
Lowfat Milk (incl. 1%)	26,629,544	12.78%
Reduced Fat Milk (incl. 2%)	63,464,095	30.45%
Cultured Fluid Milk (incl. Buttermilk)	1,146,279	0.55%
Flavored Drinks and Milk	11,624,240	5.58%
Total Disposition in Marketing Area	208,425,722	100.0%
Total Disposition by Pool Plants	176,779,021	84.82%
Total Disposition by Nonpool Plants	31,646,701	15.18%
Total Disposition in Marketing Area	208,425,722	100.0%

Receipts of producer milk during July totaled 205.8 million pounds, 3.4 million pounds less than July 2015. Florida producers supplied an estimated 192.9 million pounds of milk in June 2016 or an estimated 92.81% of the producer milk pooled in Florida. In June 2015, Florida producers supplied 91.86% of producer milk pooled on the Florida market.

There were 10 regulated pool distributing plants and 6 cooperative associations submitting reports of receipts and utilization in the computation of the uniform prices for July. In-area Class I route disposition was 208.4 million pounds in April, 1.3 million pounds above June 2015.

Excerpts from USDA's Latest Livestock, Dairy, and Poultry Outlook

(continued from Page 1) continue into 2017, milk-fat basis ending stocks are now predicted to be 13.0 billion pounds, 0.2 billion pounds higher than last month. The milk-fat basis domestic use forecast for 2017 is up to 213.8 billion for the year, an increase of 0.5 billion pounds above last month's forecast.

Imports on a skim-solids basis are unchanged this month, but exports are forecast 0.1 billion pounds higher due to larger expected exports of whey products. Ending stocks are forecast 0.5 billion pounds lower, at 13.3 billion pounds. The domestic use forecast for 2017 is raised 0.4 billion pounds to 184.0 billion.

With higher expected demand and improving international markets, the 2017 price forecasts for cheese, butter, and dry whey are raised to \$1.615-\$1.715, \$1.965-\$2.095, and \$0.285-\$0.315 per pound, respectively. The NDM price forecast is unchanged from last month.

The increase in cheese price and whey price forecasts results in a Class III price forecast raised to \$15.00-16.00 per cwt. With the higher butter price forecast, the Class IV price forecast is raised to \$13.60-14.70 per cwt. The all-milk price forecast for 2017 is raised to \$16.15-17.15 per cwt, an increase from \$15.70-\$16.70 forecast last month.

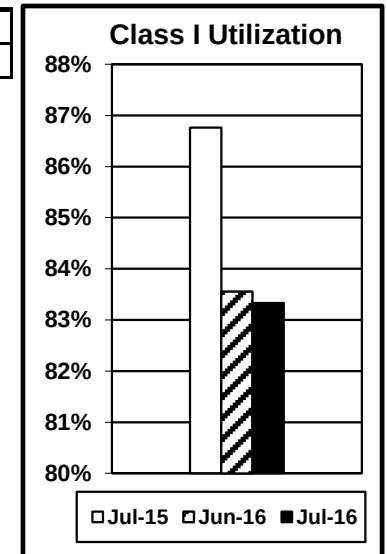
FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

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
Jun 2015	\$14.77	\$2.0821	\$21.54	\$7.66	\$2.1081	\$14.77	\$9.71	\$2.1011	\$16.72	\$ 6.78	\$2.1011	\$13.90	\$ 13.77	\$2.0955	\$20.62
Jul	\$14.87	\$2.1655	\$21.93	\$7.55	\$2.1195	\$14.70	\$9.26	\$2.1125	\$16.33	\$ 5.96	\$2.1125	\$13.15	\$ 14.03	\$2.1448	\$21.05
Aug	\$14.53	\$2.1872	\$21.68	\$6.82	\$2.2744	\$14.54	\$8.64	\$2.2674	\$16.27	\$ 5.14	\$2.2674	\$12.90	\$ 13.27	\$2.2327	\$20.62
Sep	\$14.48	\$2.2193	\$21.74	\$5.91	\$2.7601	\$15.36	\$6.41	\$2.7531	\$15.82	\$ 5.64	\$2.7531	\$15.08	\$ 13.36	\$2.5044	\$21.66
Oct	\$11.97	\$2.7692	\$21.24	\$6.46	\$2.9157	\$16.44	\$5.47	\$2.9087	\$15.46	\$ 6.48	\$2.9087	\$16.43	\$ 11.33	\$2.8451	\$20.89
Nov	\$12.05	\$2.9296	\$21.88	\$7.35	\$3.1900	\$18.26	\$4.31	\$3.1830	\$15.30	\$ 5.96	\$3.1830	\$16.89	\$ 11.27	\$3.0626	\$21.59
Dec	\$11.45	\$3.1588	\$22.11	\$6.75	\$2.9127	\$16.71	\$4.43	\$2.9057	\$14.44	\$ 5.54	\$2.9057	\$15.52	\$ 10.73	\$3.0386	\$20.99
Jan 2016	\$11.01	\$3.0902	\$21.44	\$6.31	\$2.3132	\$14.19	\$5.85	\$2.3062	\$13.72	\$ 5.43	\$2.3062	\$13.31	\$ 10.31	\$2.6824	\$19.34
Feb	\$11.31	\$2.3218	\$19.04	\$6.17	\$2.3848	\$14.30	\$5.68	\$2.3778	\$13.80	\$ 5.36	\$2.3778	\$13.49	\$ 10.55	\$2.3556	\$18.43
Mar	\$10.94	\$2.4643	\$19.18	\$6.05	\$2.2098	\$13.57	\$6.25	\$2.2028	\$13.74	\$ 5.21	\$2.2028	\$12.74	\$ 10.25	\$2.3325	\$18.06
Apr	\$11.62	\$2.2646	\$19.14	\$5.89	\$2.2446	\$13.54	\$6.01	\$2.2376	\$13.63	\$ 5.02	\$2.2376	\$12.68	\$ 10.81	\$2.2546	\$18.32
May	\$11.52	\$2.2795	\$19.10	\$5.71	\$2.2916	\$13.53	\$4.94	\$2.2846	\$12.76	\$ 5.28	\$2.2846	\$13.09	\$ 10.47	\$2.2859	\$18.10
Jun	\$10.71	\$2.3448	\$18.54	\$5.86	\$2.4179	\$14.12	\$4.96	\$2.4109	\$13.22	\$ 5.53	\$2.4109	\$13.77	\$ 9.95	\$2.3803	\$17.93
Jul	\$10.97	\$2.4329	\$19.10	\$6.27	\$2.6034	\$15.16	\$6.38	\$2.5964	\$15.24	\$ 5.96	\$2.5964	\$14.84	\$ 10.27	\$2.5146	\$18.71
Aug	\$11.56	\$2.6613	\$20.47	\$6.71											

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.	%
Jun 2015	210,948	138	177,092	83.96%	25,956	12.30%	3,649	1.73%	4,250	2.01%
Jul	209,206	168	181,494	86.76%	21,905	10.47%	2,706	1.29%	3,101	1.48%
Aug	229,532	254	190,534	83.01%	27,287	11.89%	510	0.22%	11,202	4.88%
Sep	215,378	207	184,140	85.50%	22,771	10.57%	992	0.46%	7,475	3.47%
Oct	232,541	199	202,350	87.02%	23,994	10.32%	3,545	1.52%	2,652	1.14%
Nov	231,006	194	193,765	83.88%	26,701	11.56%	4,918	2.13%	5,621	2.43%
Dec	238,065	175	202,932	85.24%	24,774	10.41%	6,936	2.91%	3,423	1.44%
Jan 2016	247,867	154	209,629	84.57%	22,507	9.08%	2,822	1.14%	12,910	5.21%
Feb	235,525	146	196,350	83.37%	24,600	10.44%	8,711	3.70%	5,863	2.49%
Mar	241,647	141	203,871	84.37%	27,503	11.38%	4,958	2.05%	5,315	2.20%
Apr	231,542	141	195,608	84.47%	23,700	10.24%	3,096	1.34%	9,138	3.95%
May	228,210	112	185,108	81.11%	22,863	10.02%	10,515	4.61%	9,724	4.26%
Jun	207,866	137	173,694	83.56%	22,888	11.01%	9,236	4.44%	2,048	0.99%
Jul	205,763	140**	171,449	83.33%	22,088	10.73%	3,622	1.76%	8,603	4.18%

* 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 August through October 2016									
	Pool & Uniform Price	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	First Partial Payment Due**		Second Partial Payment Due**		Final Pay Due	
Pool Month	Release Date	All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
AUG 2016	09/11/16	09/12/16	09/13/16	08/19/16	08/22/16	09/06/16	09/06/16	09/13/16	09/14/16
SEP 2016	10/11/16	10/12/16	10/13/16	09/19/16	09/20/16	10/04/16	10/05/16	10/13/16	10/14/16
OCT 2016	11/11/16	11/14/16	11/15/16	10/19/16	10/20/16	11/04/16	11/07/16	11/15/16	11/16/16

**The base rate for making partial payments in Hillsborough Co., FL for August will be \$16.84 per hundredweight for cooperatives (90 percent of the preceding month's uniform price) and \$15.90 for nonmembers (85 percent of the preceding month's uniform price).

Producer Touch Base Requirements & Handler Diversion Limits												
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Producer Touch Base Days	10	10	10	10	10	10	10	10	10	10	10	10
Diversion Percentage Limits	15%	15%	20%	20%	20%	20%	10%	10%	10%	10%	10%	15%

WASDE Dairy Report 1/

WASDE – 556 August 12, 2016

The milk production forecast for 2016 is lowered from last month as growth in milk per cow is reduced. However, the production forecast for 2017 is raised as higher forecast milk prices and lower feed costs in late 2016 and 2017 are expected to lead to a modest expansion in the cow inventory and more rapid growth in milk per cow. Fat basis exports are raised for 2016 on continued strength in whole milk powder (WMP) exports. The forecast for 2017 is unchanged. On a skim-solids basis, the export forecasts for 2016 and 2017 are raised on higher sales of WMP and whey products. Imports are raised for 2016 and 2017 as imports of fat-containing products has increased. Fat basis stocks are forecast higher as stocks of butter remain high, but on a skim-solids basis, stocks are reduced.

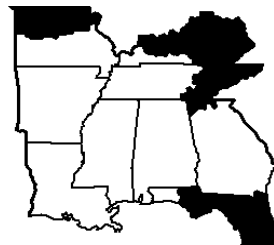
Cheese, nonfat dry milk (NDM) and whey prices for 2016 are forecast higher as demand remains firm, but the forecast for butter price is reduced as stocks remain larger than expected. The Class III price is raised, reflecting higher cheese and whey prices, but the Class IV price is lowered as the lower butter price more than offsets the higher NDM price. For 2017, prices of cheese, butter, and whey are increased, but NDM is unchanged from last month. The Class III and Class IV price forecasts are raised on the stronger component prices. The all milk prices are forecast higher at \$16.25 to \$16.45 per cwt for 2016 and \$16.15 to \$17.15 per cwt for 2017.

1/ The World Agricultural Supply and Demand Estimates (WASDE) report provides USDA's comprehensive forecasts of supply and demand for major U.S. and global crops and U.S. livestock, including dairy. The most recent WASDE report is available at www.usda.gov/oce/commodity/wasde/index.htm.



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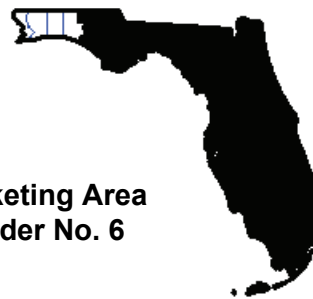


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FLORIDA Fluid Milk Report

Erik F. Rasmussen
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

September 2016

Volume 17—No. 9

US and International Dairy Developments

Excerpts from Livestock, Dairy, & Poultry Outlook, September 16, 2016, Economic Research Service, USDA:

Tighter milk supplies abroad have contributed to higher international export prices for dairy products in recent weeks. Milk production in the European Union (EU) decreased year-over-year in June, the first time it has done so since production quotas were terminated on March 31, 2015. EU supplies may become even tighter as the EU recently announced the details of its voluntary program for reducing milk production. This was part of the €500 million aid package to dairy farmers announced on July 18, 2016. This is in addition to the EU's existing intervention scheme through which it purchases butter and skim milk powder (SMP) at fixed prices and a private storage aid scheme through which it pays traders to keep products in storage. Milk supplies have been relatively low for Oceania in recent months, with New Zealand milk production about the same as last year and Australia below last year.

In contrast to the EU and Oceania, U.S. milk production has been increasing over the previous year. U.S. milk production in July totaled 17.9 billion pounds, an increase of 1.4 percent from July 2015. Milk per cow averaged 1,920 pounds, 23 pounds higher than July 2015. Milk cows totaled 9.332 million head in July, an increase of 18- thousand head from July 2015 and an increase of 2 thousand from June 2016.

Imports of dairy products fell from June to July, while exports were mixed. Imports were 39 million pounds lower on a milk-fat milk-equivalent basis and 79 million pounds lower on a skim-solids milk-equivalent basis. Exports rose 2 million pounds on a milk-fat milk-equivalent basis but fell 33 million pounds on a skim-solids milk-equivalent basis. Exports of cream, SMP, and cheese increased from June to July. Although exports of whole milk powder (WMP) and whey products decreased, they remained relatively strong. (continued on Pg. 4)

Uniform Price Increases

The uniform price in Hillsborough County, Florida, was \$19.51 per hundredweight for milk at 3.5 percent butterfat for the month of August. This is an increase of \$0.80 compared with the previous month and a decrease of \$1.11 from August 2015.

Class I utilization was 84.14 percent in August. This is an increase of 0.81 percent compared to last month and is an increase of 1.13 percent compared with August 2015.

National Dairy Situation

The USDA estimates that the total U.S. production of milk in July 2016 was 17.92 billion pounds, up 1.4 percent from July 2015 and 2.5 percent lower compared with June 2016 on a daily average basis. Total cheese output (excluding cottage cheese) was 1.02 billion pounds, 1.4 percent above July 2015 and 0.7 percent lower than June 2016 on a daily average basis. Butter production was 144 million pounds, 6.0 percent above July 2015 but 8.1 percent below June 2016 on a daily average basis.

Nonfat dry milk powder production was 153 million pounds in July, 1.5 percent lower than July of last year and 1.4 percent higher than June 2016 on a daily average basis. Total dry whey production was 83.9 million pounds in July, up 2.7 percent from July 2015 and 1.4 percent higher than June 2016 on a daily average basis. Whey protein concentrates production was 37.8 million pounds in July, 9.4 percent lower than July of last year and 1.0 percent higher than the previous month on a daily average basis.

The preliminary milk-feed price ratio (the pounds of 16 percent mixed dairy feed equal in value to 1 pound of whole milk) was 2.14 in July, 0.23 higher than the prior month. The U.S. all milk price increased to \$16.10 in July, up \$1.30 from the previous month.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - AUGUST 2016

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	48.89%	3,904,702	\$2.6073	\$ 10,180,729.53
Class I Differential at Location				218,631.67
Class II Butterfat	45.26%	3,615,414	\$2.4943	9,017,927.15
Class III Butterfat	0.34%	27,311	\$2.4873	67,930.65
Class IV Butterfat	5.51%	440,284	\$2.4873	1,095,118.39
Total Butterfat	100.00%	7,987,711		\$ 20,580,337.39
Uniform Butterfat Price per lb. (Hillsborough County, Florida):			\$2.5765	

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	85.46%	181,679,885	\$6.16 /cwt.	\$ 11,191,480.93
Class I Butterfat	48.89%	3,904,702	\$2.6073 /lb.	10,180,729.53
Class I Differential at Location		185,584,587		10,366,921.18
Total Class I Milk	84.14%	185,584,587		\$ 31,739,131.64
Class II Skim Milk	11.17%	23,737,147	\$6.71 /cwt.	\$ 1,592,762.56
Class II Butterfat	45.26%	3,615,414	\$2.4943 /lb.	9,017,927.15
Total Class II Milk	12.40%	27,352,561		\$ 10,610,689.71
Class III Skim Milk	0.38%	815,706	\$8.50 /cwt.	\$ 69,335.03
Class III Butterfat	0.34%	27,311	\$2.4873 /lb.	67,930.65
Total Class III Milk	0.38%	843,017		\$ 137,265.68
Class IV Skim Milk	2.99%	6,355,664	\$6.16 /cwt.	\$ 391,508.92
Class IV Butterfat	5.51%	440,284	\$2.4873 /lb.	1,095,118.39
Total Class IV Milk	3.08%	6,795,948		\$ 1,486,627.31
Producer Milk	100.00%	220,576,113		\$ 43,973,714.34

Adjustments

Overage and Other Source	\$38,883.55
Inventory Adjustments	(\$461.68)
Producer butterfat at uniform butterfat price	(\$20,580,337.39)
Location Adjustments to Producers	(\$345,452.02)
1/2 Unobligated Balance in P.S.F.	\$111,855.34

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 10.91226	\$23,198,202.14
	\$ 0.04226	\$89,842.83

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

\$10.87

Uniform Price per cwt. (Hillsborough County, Florida)

\$19.51*

* 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 2016	SEP 2016	JUL 2016	AUG 2016	AUG 2016
Appalachian (Charlotte)	\$ 18.47	\$ 19.96	\$ 16.80	\$ 17.62	74.23%
Arizona (Phoenix)	\$ 17.42	\$ 18.91	\$ 15.42	\$ 16.16	30.95%
Central (Kansas City)	\$ 17.07	\$ 18.56	\$ 15.26	\$ 16.09	41.73%
Florida (Tampa)	\$ 20.47	\$ 21.96	\$ 18.71	\$ 19.51	84.14%
Mideast (Cleveland)	\$ 17.07	\$ 18.56	\$ 15.45	\$ 16.14	36.20%
Northeast (Boston)	\$ 18.32	\$ 19.81	\$ 16.22	\$ 16.97	31.70%
Pacific Northwest (Seattle)	\$ 16.97	\$ 18.46	\$ 15.19	\$ 15.79	27.55%
Southeast (Atlanta)	\$ 18.87	\$ 20.36	\$ 17.20	\$ 18.24	80.97%
Southwest (Dallas)	\$ 18.07	\$ 19.56	\$ 16.11	\$ 16.83	64.69%
Upper Midwest (Chicago)	\$ 16.87	\$ 18.36	\$ 15.34	\$ 16.66	13.20%

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

Receipts:		August 2016	August 2015
Producer Milk			
Class I		185,584,587	190,533,686
Class II		27,352,561	27,286,621
Class III		843,017	509,851
Class IV		6,795,948	11,201,831
	Total Producer Milk	220,576,113	229,531,989
	Average Butterfat Test	3.62%	3.61%
	Percent of Producer Milk in Class I	84.14%	83.01%
	Daily Average Receipts	7,115,358	7,404,258
Other Source Milk			
Class I		3,658,608	5,823,733
Class II		5,299,817	5,973,158
Class III		0	0
Class IV		502,635	454,859
	Total Other Source Milk	9,461,060	12,251,750
Overage			
Class I		0	0
Class II		4,560	0
Class III		1,635	0
Class IV		9,425	26,790
	Total Overage	15,620	26,790
Opening Inventory			
Class I		8,182,127	9,222,350
Class II		1,890	75,858
Class III		2,463	5,691
Class IV		9,693,637	4,696,863
	Total Opening Inventory	17,880,117	14,000,762
	Total Receipts	247,932,910	255,811,291
Utilization:			
Class I Utilization			
Inventory of Packaged FMP		8,646,084	7,595,067
Route Disposition Class I		188,272,357	197,423,498
Shrinkage		359,744	501,284
Transfers & Diversions to Nonpool		147,137	59,920
	Total Class I Utilization	197,425,322	205,579,769
	Average Butterfat Test	2.11%	2.10%
	Daily Average Utilization	6,368,559	6,631,605
Class II Utilization			
Nonfluid Used To Produce		5,299,817	5,897,109
Shrinkage		0	1,180
Transfers & Diversions to Nonpool/Commercial Foods		9,513,288	8,810,315
Used To Produce/Other Uses		17,845,723	18,627,033
	Total Class II Utilization	32,658,828	33,335,637
	Average Butterfat Test	11.09%	11.80%
Class III Utilization			
Shrinkage		0	0
Transfers & Diversions to Nonpool/Used to Produce		847,115	515,542
Use to Produce/Other Uses		0	0
	Total Class III Utilization	847,115	515,542
	Average Butterfat Test	3.71%	10.47%
Class IV Utilization			
Inventory		10,701,114	8,786,985
Nonfluid Used To Fortify		357,604	61,932
Shrinkage		3,358,489	3,085,375
Transfers & Diversions to Nonpool		1,408,759	3,318,956
Used To Produce/Other Uses		1,175,679	1,127,095
	Total Class IV Utilization	17,001,645	16,380,343
	Average Butterfat Test	5.69%	4.93%
	Total Utilization	247,932,910	255,811,291

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in August 2016 is \$19.51 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$10.87 per hundredweight plus 3.5 times the uniform butterfat price of \$2.5765 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 85.46% of all producer skim milk (priced to handlers at \$6.16 per hundredweight, plus the Class I differential) and 48.89% of producer butterfat (priced to handlers at \$2.6073 per pound plus Class I differential). Class II use accounted for 11.17% of all producer skim milk (\$6.71 per hundredweight) and 45.26% of producer butterfat (\$2.4943 per pound). Class III use accounted for 0.38% of all producer skim milk (\$8.50 per cwt) and 0.34% of producer butterfat (\$2.4873 per pound). Class IV use accounted for 2.99% of all producer skim milk (\$6.16 per cwt) and 5.51% of producer butterfat (\$2.4873 per pound).

Packaged Class I Route Sales in Marketing Area

Product Description	Pounds	Percent
July 2016		
Whole Milk	88,336,225	42.31%
Fat Free Milk	19,912,255	9.54%
Lowfat Milk (incl. 1%)	25,042,927	11.99%
Reduced Fat Milk (incl. 2%)	64,848,931	31.06%
Cultured Fluid Milk (incl. Buttermilk)	1,021,343	0.49%
Flavored Drinks and Milk	9,639,577	4.62%
Total Disposition in Marketing Area	208,801,258	100.0%
Total Disposition by Pool Plants	174,936,681	83.78%
Total Disposition by Nonpool Plants	33,864,577	16.22%
Total Disposition in Marketing Area	208,801,258	100.0%

Receipts of producer milk during August totaled 220.6 million pounds, 9.0 million pounds less than August 2015. Florida producers supplied an estimated 184.8 million pounds of milk in July 2016 or an estimated 89.80% of the producer milk pooled in Florida. In July 2015, Florida producers supplied 88.34% of producer milk pooled on the Florida market.

There were 10 regulated pool distributing plants and 6 cooperative associations submitting reports of receipts and utilization in the computation of the uniform prices for August. In-area Class I route disposition was 208.8 million pounds in July, 4.2 million pounds below July 2015.

Excerpts from USDA's Latest Livestock, Dairy, and Poultry Outlook

(continued from Page 1) With lower expected feed costs, the 2017 forecast for milk per cow has been raised to 23,135 pounds per head. Milk cows are forecast at 9.340 million head. The 2017 milk production forecast is 216.1 billion pounds, 0.3 billion pounds higher than forecast last month and a year-over-year increase of 2.1 percent above 2016 (adjusted for leap year).

With relatively tight milk supplies expected in the EU and Oceania and increasing foreign dairy export prices, the United States is expected to become more competitive in global markets. Expectations for exports of WMP and whey products are greater for 2017, and forecasts of commercial exports have been increased to 8.9 billion pounds on a milk-fat basis (0.2 billion pounds more than last month's forecast) and to 38.1 billion pounds on a skim-solids basis (0.7 billion pounds more). Import forecasts for 2017 are unchanged from last month.

With the lower expected cheese price more than offsetting the higher expected whey price, the Class III milk price forecast for 2017 has been lowered to \$14.95-\$15.95 per cwt. With the higher expected NDM price more than offsetting the lower expected butter price, the Class IV milk price forecast has been raised to \$13.80-\$14.90 per cwt. The all-milk price forecast for 2017 is \$16.15-\$17.15 per cwt, unchanged from last month's forecast.

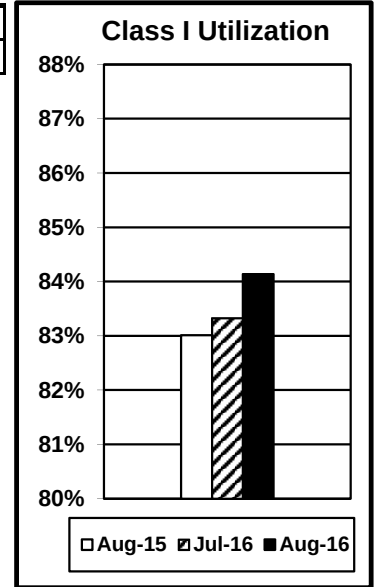
FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

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
Jun 2015	\$14.77	\$2.0821	\$21.54	\$7.66	\$2.1081	\$14.77	\$9.71	\$2.1011	\$16.72	\$ 6.78	\$2.1011	\$13.90	\$ 13.77	\$2.0955	\$20.62
Jul	\$14.87	\$2.1655	\$21.93	\$7.55	\$2.1195	\$14.70	\$9.26	\$2.1125	\$16.33	\$ 5.96	\$2.1125	\$13.15	\$ 14.03	\$2.1448	\$21.05
Aug	\$14.53	\$2.1872	\$21.68	\$6.82	\$2.2744	\$14.54	\$8.64	\$2.2674	\$16.27	\$ 5.14	\$2.2674	\$12.90	\$ 13.27	\$2.2327	\$20.62
Sep	\$14.48	\$2.2193	\$21.74	\$5.91	\$2.7601	\$15.36	\$6.41	\$2.7531	\$15.82	\$ 5.64	\$2.7531	\$15.08	\$ 13.36	\$2.5044	\$21.66
Oct	\$11.97	\$2.7692	\$21.24	\$6.46	\$2.9157	\$16.44	\$5.47	\$2.9087	\$15.46	\$ 6.48	\$2.9087	\$16.43	\$ 11.33	\$2.8451	\$20.89
Nov	\$12.05	\$2.9296	\$21.88	\$7.35	\$3.1900	\$18.26	\$4.31	\$3.1830	\$15.30	\$ 5.96	\$3.1830	\$16.89	\$ 11.27	\$3.0626	\$21.59
Dec	\$11.45	\$3.1588	\$22.11	\$6.75	\$2.9127	\$16.71	\$4.43	\$2.9057	\$14.44	\$ 5.54	\$2.9057	\$15.52	\$ 10.73	\$3.0386	\$20.99
Jan 2016	\$11.01	\$3.0902	\$21.44	\$6.31	\$2.3132	\$14.19	\$5.85	\$2.3062	\$13.72	\$ 5.43	\$2.3062	\$13.31	\$ 10.31	\$2.6824	\$19.34
Feb	\$11.31	\$2.3218	\$19.04	\$6.17	\$2.3848	\$14.30	\$5.68	\$2.3778	\$13.80	\$ 5.36	\$2.3778	\$13.49	\$ 10.55	\$2.3556	\$18.43
Mar	\$10.94	\$2.4643	\$19.18	\$6.05	\$2.2098	\$13.57	\$6.25	\$2.2028	\$13.74	\$ 5.21	\$2.2028	\$12.74	\$ 10.25	\$2.3325	\$18.06
Apr	\$11.62	\$2.2646	\$19.14	\$5.89	\$2.2446	\$13.54	\$6.01	\$2.2376	\$13.63	\$ 5.02	\$2.2376	\$12.68	\$ 10.81	\$2.2546	\$18.32
May	\$11.52	\$2.2795	\$19.10	\$5.71	\$2.2916	\$13.53	\$4.94	\$2.2846	\$12.76	\$ 5.28	\$2.2846	\$13.09	\$ 10.47	\$2.2859	\$18.10
Jun	\$10.71	\$2.3448	\$18.54	\$5.86	\$2.4179	\$14.12	\$4.96	\$2.4109	\$13.22	\$ 5.53	\$2.4109	\$13.77	\$ 9.95	\$2.3803	\$17.93
Jul	\$10.97	\$2.4329	\$19.10	\$6.27	\$2.6034	\$15.16	\$6.38	\$2.5964	\$15.24	\$ 5.96	\$2.5964	\$14.84	\$ 10.27	\$2.5146	\$18.71
Aug	\$11.56	\$2.6613	\$20.47	\$6.71	\$2.4943	\$15.21	\$8.50	\$2.4873	\$16.91	\$ 6.16	\$2.4873	\$14.65	\$ 10.87	\$2.5765	\$19.51
Sep	\$13.57	\$2.5315	\$21.96	\$6.79											

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.	%
Jun 2015	210,948	138	177,092	83.96%	25,956	12.30%	3,649	1.73%	4,250	2.01%
Jul	209,206	168	181,494	86.76%	21,905	10.47%	2,706	1.29%	3,101	1.48%
Aug	229,532	254	190,534	83.01%	27,287	11.89%	510	0.22%	11,202	4.88%
Sep	215,378	207	184,140	85.50%	22,771	10.57%	992	0.46%	7,475	3.47%
Oct	232,541	199	202,350	87.02%	23,994	10.32%	3,545	1.52%	2,652	1.14%
Nov	231,006	194	193,765	83.88%	26,701	11.56%	4,918	2.13%	5,621	2.43%
Dec	238,065	175	202,932	85.24%	24,774	10.41%	6,936	2.91%	3,423	1.44%
Jan 2016	247,867	154	209,629	84.57%	22,507	9.08%	2,822	1.14%	12,910	5.21%
Feb	235,525	146	196,350	83.37%	24,600	10.44%	8,711	3.70%	5,863	2.49%
Mar	241,647	141	203,871	84.37%	27,503	11.38%	4,958	2.05%	5,315	2.20%
Apr	231,542	141	195,608	84.47%	23,700	10.24%	3,096	1.34%	9,138	3.95%
May	228,210	112	185,108	81.11%	22,863	10.02%	10,515	4.61%	9,724	4.26%
Jun	207,866	137	173,694	83.56%	22,888	11.01%	9,236	4.44%	2,048	0.99%
Jul	205,763	144	171,449	83.33%	22,088	10.73%	3,622	1.76%	8,603	4.18%
Aug	220,576	150**	185,586	84.14%	27,353	12.40%	843	0.38%	6,796	3.08%

* 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 September through November 2016									
	Pool & Uniform Price	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	First Partial Payment Due**		Second Partial Payment Due**		Final Pay Due	
Pool Month	Release Date	All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
SEP 2016	10/11/16	10/12/16	10/13/16	09/19/16	09/20/16	10/04/16	10/05/16	10/13/16	10/14/16
OCT 2016	11/11/16	11/14/16	11/15/16	10/19/16	10/20/16	11/04/16	11/07/16	11/15/16	11/16/16
NOV 2016	12/11/16	12/12/16	12/13/16	11/21/16	11/21/16	12/05/16	12/05/06	12/13/16	12/14/16

**The base rate for making partial payments in Hillsborough Co., FL for September will be \$17.56 per hundredweight for cooperatives (90 percent of the preceding month's uniform price) and \$16.58 for nonmembers (85 percent of the preceding month's uniform price).

Producer Touch Base Requirements & Handler Diversion Limits												
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Producer Touch Base Days	10	10	10	10	10	10	10	10	10	10	10	10
Diversion Percentage Limits	15%	15%	20%	20%	20%	20%	10%	10%	10%	10%	10%	15%

WASDE Dairy Report 1/

WASDE – 557 September 12, 2016

The milk production forecast for 2016 is raised from last month as the cow inventory appears to have steadied in the face of expected improvements in returns. The production forecast for 2017 is raised to reflect slightly more rapid growth in milk per cow. Fat basis exports are raised for 2016 and 2017. For 2016, cheese and cream exports have remained firm, and strength in whole milk powder (WMP) exports is expected to carry into 2017. On a skim-solids basis, the export forecasts for 2016 and 2017 are raised on higher WMP and whey sales. Both fat and skim-solids basis ending stocks for 2016 are forecast higher as butter and cheese stocks remain high; fat basis ending stocks are raised for 2017 as well.

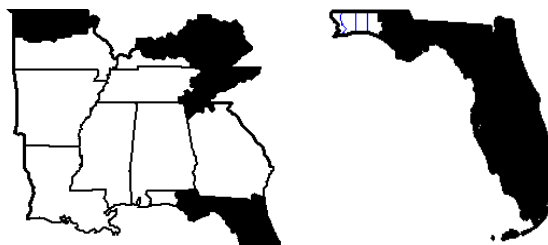
Cheese and butter prices are lowered for 2016 and 2017 as supplies remain high, but prices for nonfat dry milk (NDM) and whey are forecast higher as the global supply tightens and demand strengthens. The Class III price is lowered for 2016 and 2017 as the reduction in the cheese price more than offsets the whey price increase. The Class IV price is lowered for 2016 as the lower butter price more than offsets the higher NDM price but is raised for 2017 as higher NDM prices more than offset the lower butter price forecast. The all milk price is forecast lower at \$16.10 to \$16.30 per cwt for 2016 but is unchanged from last month at \$16.15 to \$17.15 per cwt for 2017.

1/ The World Agricultural Supply and Demand Estimates (WASDE) report provides USDA's comprehensive forecasts of supply and demand for major U.S. and global crops and U.S. livestock, including dairy. The most recent WASDE report is available at www.usda.gov/oce/commodity/wasde/index.htm.



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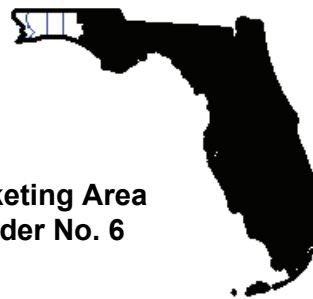


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FLORIDA Fluid Milk Report

Erik F. Rasmussen
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

October 2016

Volume 17—No. 10

Recent Developments in Dairy Markets

Excerpts from Livestock, Dairy, & Poultry Outlook, Oct. 18, 2016, Economic Research Service, USDA:

After month-to-month increases of 3,000 head in June and 14,000 head in July, milk cow numbers increased by an additional 16,000 head in August, to 9.360 million head. This was 45,000 head more than August 2015. The increase in milk cow numbers likely reflects growth in herds for expanding dairy product facilities. In addition, low cull-cow prices in recent months have likely played a role. In 2015, the national average price for cutter cows, live-weight equivalent, was \$99.56 per cwt. By the third quarter of 2016, the price had fallen to \$73.16 per cwt. With low cull-cow prices, dairy farmers may cull cows at a lower rate, breed a smaller proportion of their herds to beef bulls, and use sexed semen more extensively.

Dairy product exports increased by 0.4 billion pounds on a skim-solids milk-equivalent basis from July to August. Notably, exports of nonfat dry milk increased from 106 million pounds in July to 116 million pounds in August, and exports of dry whey increased from 37 million to 45 million pounds. On a milk-fat milk-equivalent basis, exports declined slightly from July to August. Imports increased from July to August by about 0.1 billion pounds on both milk-fat and skim-solids bases, with notable increases in imports of butterfat products, milk protein concentrate, and whole milk powder.

Wholesale price movements for dairy products were mixed in September. The average butter price, as reported in the USDA National Dairy Products Sales Report (NDPSR) fell from \$2.128 per pound for the week ending September 3 to \$2.049 for the week ending October 1. Over the same period, the NDPSR price of cheddar cheese 40-pound blocks fell from \$1.825 to \$1.668 per pound, while the NDPSR price of 500-pound barrels (adjusted to 38 percent moisture) fell from \$1.876 to \$1.595. Chicago Mercantile Exchange (CME) prices for the week ending October 7 fell to (continued on Pg. 4)

Uniform Price Increases

The uniform price in Hillsborough County, Florida, was \$20.87 per hundredweight for milk at 3.5 percent butterfat for the month of September. This is an increase of \$1.36 compared with the previous month and a decrease of \$0.79 from September 2015.

Class I utilization was 87.87 percent in September. This is an increase of 3.73 percent compared to last month and is an increase of 2.37 percent compared with September 2015.

National Dairy Situation

The USDA estimates that the total U.S. production of milk in August 2016 was 17.35 billion pounds, up 1.9 percent from August 2015 and 1.3 percent lower compared with July 2016. Total cheese output (excluding cottage cheese) was 990 million pounds, 1.2 percent above August 2015 but 2.2 percent below July 2016. Butter production was 129 million pounds, 0.7 percent above August 2015 but 10.4 percent below July 2016.

Nonfat dry milk powder production was 116.7 million pounds in August, 5.8 percent lower than August of last year and 22.7 percent lower than July 2016. Total dry whey production was 75.8 million pounds in August, down 8.8 percent from August 2015 and 8.0 percent lower than June 2016. Whey protein concentrates production was 34.2 million pounds in August, 13.7 percent lower than August of last year and 6.8 percent lower than the previous month.

The preliminary milk-feed price ratio, the pounds of 16 percent mixed dairy feed equal in value to 1 pound of whole milk, was 2.42 in August, 0.28 higher than the prior month. (For more information on the situation and outlook for feed prices, see page 4.) The U.S. all milk price rose by \$1.00 in August to \$17.10.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - SEPTEMBER 2016

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	49.55%	3,827,968	\$2.4775	\$ 9,483,790.74
Class I Differential at Location				214,125.57
Class II Butterfat	39.85%	3,078,060	\$2.3152	7,126,324.51
Class III Butterfat	0.52%	40,262	\$2.3082	92,932.74
Class IV Butterfat	10.08%	778,771	\$2.3082	1,797,559.22
Total Butterfat	100.00%	7,725,061		\$ 18,714,732.78

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$2.4226**

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	89.34%	181,032,969	\$8.17 /cwt.	\$ 14,790,393.57
Class I Butterfat	49.55%	3,827,968	\$2.4775 /lb.	9,483,790.74
Class I Differential at Location		184,860,937		10,329,543.91
Total Class I Milk	87.87%	184,860,937		\$ 34,603,728.22
Class II Skim Milk	8.59%	17,409,216	\$6.79 /cwt.	\$ 1,182,085.78
Class II Butterfat	39.85%	3,078,060	\$2.3152 /lb.	7,126,324.51
Total Class II Milk	9.74%	20,487,276		\$ 8,308,410.29
Class III Skim Milk	0.28%	559,537	\$8.61 /cwt.	\$ 48,176.14
Class III Butterfat	0.52%	40,262	\$2.3082 /lb.	92,932.74
Total Class III Milk	0.29%	599,799		\$ 141,108.88
Class IV Skim Milk	1.79%	3,628,998	\$6.39 /cwt.	\$ 231,892.99
Class IV Butterfat	10.08%	778,771	\$2.3082 /lb.	1,797,559.22
Total Class IV Milk	2.10%	4,407,769		\$ 2,029,452.21
Producer Milk	100.00%	210,355,781		\$ 45,082,699.60

Adjustments

Overage and Other Source	\$0.00
Inventory Adjustments	(\$1,426.08)
Producer butterfat at uniform butterfat price	(\$18,714,732.78)
Location Adjustments to Producers	(\$353,830.20)
1/2 Unobligated Balance in P.S.F.	\$101,236.92

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 12.88746	\$26,113,947.46
	\$ 0.04746	\$96,163.01

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

\$12.84

Uniform Price per cwt. (Hillsborough County, Florida)

\$20.87*

* 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 2016	OCT 2016	AUG 2016	SEP 2016	SEP 2016
Appalachian (Charlotte)	\$ 19.96	\$ 20.00	\$ 17.62	\$ 18.56	74.07%
Arizona (Phoenix)	\$ 18.91	\$ 18.95	\$ 16.16	\$ 16.22	31.02%
Central (Kansas City)	\$ 18.56	\$ 18.60	\$ 16.09	\$ 16.32	37.96%
Florida (Tampa)	\$ 21.96	\$ 22.00	\$ 19.51	\$ 20.87	87.87%
Mideast (Cleveland)	\$ 18.56	\$ 18.60	\$ 16.14	\$ 16.27	37.40%
Northeast (Boston)	\$ 19.81	\$ 19.85	\$ 16.97	\$ 17.10	34.60%
Pacific Northwest (Seattle)	\$ 18.46	\$ 18.50	\$ 15.79	\$ 15.77	27.56%
Southeast (Atlanta)	\$ 20.36	\$ 20.40	\$ 18.24	\$ 19.21	78.91%
Southwest (Dallas)	\$ 19.56	\$ 19.60	\$ 16.83	\$ 17.29	30.95%
Upper Midwest (Chicago)	\$ 18.36	\$ 18.40	\$ 16.66	\$ 16.37	12.60%

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

Receipts:		September 2016	September 2015
Producer Milk			
Class I		184,860,937	184,139,647
Class II		20,487,276	22,770,954
Class III		599,799	991,912
Class IV		4,407,769	7,475,305
Total Producer Milk		210,355,781	215,377,818
Average Butterfat Test		3.67%	3.66%
Percent of Producer Milk in Class I		87.87%	85.50%
Daily Average Receipts		7,011,859	7,179,261
Other Source Milk			
Class I		3,742,000	5,080,189
Class II		5,561,999	7,607,130
Class III		0	0
Class IV		486,241	187,628
Total Other Source Milk		9,790,240	12,874,947
Overage			
Class I		0	0
Class II		0	0
Class III		0	0
Class IV		0	0
Total Overage		0	0
Opening Inventory			
Class I		8,646,084	7,595,067
Class II		1,772,554	0
Class III		21,958	0
Class IV		8,906,602	8,787,015
Total Opening Inventory		19,347,198	16,382,082
Total Receipts		239,493,219	244,634,847
Utilization:			
Class I Utilization			
Inventory of Packaged FMP		10,242,727	8,104,456
Route Disposition Class I		186,276,900	187,365,831
Shrinkage		541,547	743,796
Transfers & Diversions to Nonpool		187,847	600,820
Total Class I Utilization		197,249,021	196,814,903
Average Butterfat Test		2.06%	2.02%
Daily Average Utilization		6,574,967	6,560,497
Class II Utilization			
Nonfluid Used To Produce		5,562,979	7,607,130
Shrinkage		0	0
Transfers & Diversions to Nonpool/Commercial Foods		7,674,441	7,423,862
Used To Produce/Other Uses		14,584,409	15,347,092
Total Class II Utilization		27,821,829	30,378,084
Average Butterfat Test		11.33%	11.37%
Class III Utilization			
Shrinkage		0	0
Transfers & Diversions to Nonpool/Used to Produce		621,757	991,912
Use to Produce/Other Uses		0	0
Total Class III Utilization		621,757	991,912
Average Butterfat Test		6.48%	8.14%
Class IV Utilization			
Inventory		5,854,088	9,188,542
Nonfluid Used To Fortify		223,240	54,218
Shrinkage		3,018,123	3,270,684
Transfers & Diversions to Nonpool		2,473,528	2,575,780
Used To Produce/Other Uses		2,231,633	1,360,724
Total Class IV Utilization		13,800,612	16,449,948
Average Butterfat Test		9.28%	6.69%
Total Utilization		239,493,219	244,634,847

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in September 2016 is \$20.87 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$12.84 per hundredweight plus 3.5 times the uniform butterfat price of \$2.4226 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 89.34% of all producer skim milk (priced to handlers at \$8.17 per hundredweight, plus the Class I differential) and 49.55% of producer butterfat (priced to handlers at \$2.4775 per pound plus Class I differential). Class II use accounted for 8.59% of all producer skim milk (\$6.79 per hundredweight) and 39.85% of producer butterfat (\$2.3152 per pound). Class III use accounted for 0.28% of all producer skim milk (\$8.61 per cwt) and 0.52% of producer butterfat (\$2.3082 per pound). Class IV use accounted for 1.79% of all producer skim milk (\$6.39 per cwt) and 10.08% of producer butterfat (\$2.3082 per pound).

Packaged Class I Route Sales in Marketing Area

Product Description	Pounds	Percent
August 2016		
Whole Milk	90,232,544	39.86%
Fat Free Milk	19,482,911	8.61%
Lowfat Milk (incl. 1%)	29,366,204	12.97%
Reduced Fat Milk (incl. 2%)	65,461,367	28.92%
Cultured Fluid Milk (incl. Buttermilk)	1,161,173	0.51%
Flavored Drinks and Milk	20,654,657	9.12%
Total Disposition in Marketing Area	226,358,856	100.0%
Total Disposition by Pool Plants	187,582,187	82.87%
Total Disposition by Nonpool Plants	38,776,669	17.13%
Total Disposition in Marketing Area	226,358,856	100.0%

Receipts of producer milk during September totaled 210.4 million pounds, 5.0 million pounds less than September 2015. Florida producers supplied an estimated 182.9 million pounds of milk in August 2016 or an estimated 82.9% of the producer milk pooled in Florida. In August 2015, Florida producers supplied 78.5% of producer milk pooled on the Florida market.

There were 10 regulated pool distributing plants and 6 cooperative associations submitting reports of receipts and utilization in the computation of the uniform prices for September. In-area Class I route disposition was 226.4 million pounds in August, 2.0 million pounds over August 2015.

Excerpts from USDA's Latest Livestock, Dairy, and Poultry Outlook

(continued from Page 1) even lower levels, with weekly average prices for butter, 40-pound blocks of cheddar cheese, and 500-pound barrels of cheddar cheese falling to \$1.857, \$1.536, and \$1.481 per pound, respectively. The NDPSR prices for nonfat dry milk (NDM) and dry whey rose from \$0.853 to \$0.906 per pound and from \$0.298 to \$0.314 per pound, respectively, from the week ending September 3 to the week ending October 1.

Situation and Outlook for Feed Prices

Feed prices have been low relative to milk prices in recent months. The milk-feed ratio, seen in the chart below, in August was 2.42, a considerable increase from 1.91 in June and 2.14 in July. Feed prices are expected to remain low for the remainder of 2016 and for 2017. The 2016/17 corn price forecast is \$2.95-\$3.55 per bushel, a 5-cent increase on both ends of the range from last month's forecast. The 2016/17 soybean meal price forecast is \$300-\$340 per short ton, unchanged from last month. The national average price for alfalfa hay decreased from \$140 per short ton in July to \$138 in August, \$23 lower than August 2015.

Source: *Livestock, Dairy, and Poultry Outlook/LDP-M-268/October 18, 2016.*

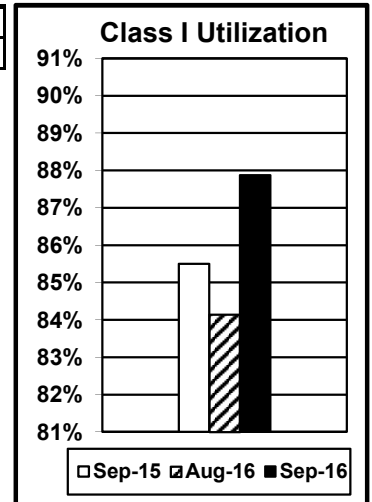
FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

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
Aug 2015	\$14.53	\$2.1872	\$21.68	\$6.82	\$2.2744	\$14.54	\$8.64	\$2.2674	\$16.27	\$ 5.14	\$2.2674	\$12.90	\$ 13.27	\$2.2327	\$20.62
Sep	\$14.48	\$2.2193	\$21.74	\$5.91	\$2.7601	\$15.36	\$6.41	\$2.7531	\$15.82	\$ 5.64	\$2.7531	\$15.08	\$ 13.36	\$2.5044	\$21.66
Oct	\$11.97	\$2.7692	\$21.24	\$6.46	\$2.9157	\$16.44	\$5.47	\$2.9087	\$15.46	\$ 6.48	\$2.9087	\$16.43	\$ 11.33	\$2.8451	\$20.89
Nov	\$12.05	\$2.9296	\$21.88	\$7.35	\$3.1900	\$18.26	\$4.31	\$3.1830	\$15.30	\$ 5.96	\$3.1830	\$16.89	\$ 11.27	\$3.0626	\$21.59
Dec	\$11.45	\$3.1588	\$22.11	\$6.75	\$2.9127	\$16.71	\$4.43	\$2.9057	\$14.44	\$ 5.54	\$2.9057	\$15.52	\$ 10.73	\$3.0386	\$20.99
Jan 2016	\$11.01	\$3.0902	\$21.44	\$6.31	\$2.3132	\$14.19	\$5.85	\$2.3062	\$13.72	\$ 5.43	\$2.3062	\$13.31	\$ 10.31	\$2.6824	\$19.34
Feb	\$11.31	\$2.3218	\$19.04	\$6.17	\$2.3848	\$14.30	\$5.68	\$2.3778	\$13.80	\$ 5.36	\$2.3778	\$13.49	\$ 10.55	\$2.3556	\$18.43
Mar	\$10.94	\$2.4643	\$19.18	\$6.05	\$2.2098	\$13.57	\$6.25	\$2.2028	\$13.74	\$ 5.21	\$2.2028	\$12.74	\$ 10.25	\$2.3325	\$18.06
Apr	\$11.62	\$2.2646	\$19.14	\$5.89	\$2.2446	\$13.54	\$6.01	\$2.2376	\$13.63	\$ 5.02	\$2.2376	\$12.68	\$ 10.81	\$2.2546	\$18.32
May	\$11.52	\$2.2795	\$19.10	\$5.71	\$2.2916	\$13.53	\$4.94	\$2.2846	\$12.76	\$ 5.28	\$2.2846	\$13.09	\$ 10.47	\$2.2859	\$18.10
Jun	\$10.71	\$2.3448	\$18.54	\$5.86	\$2.4179	\$14.12	\$4.96	\$2.4109	\$13.22	\$ 5.53	\$2.4109	\$13.77	\$ 9.95	\$2.3803	\$17.93
Jul	\$10.97	\$2.4329	\$19.10	\$6.27	\$2.6034	\$15.16	\$6.38	\$2.5964	\$15.24	\$ 5.96	\$2.5964	\$14.84	\$ 10.27	\$2.5146	\$18.71
Aug	\$11.56	\$2.6613	\$20.47	\$6.71	\$2.4943	\$15.21	\$8.50	\$2.4873	\$16.91	\$ 6.16	\$2.4873	\$14.65	\$ 10.87	\$2.5765	\$19.51
Sep	\$13.57	\$2.5315	\$21.96	\$6.79	\$2.3152	\$14.66	\$8.61	\$2.3082	\$16.39	\$ 6.39	\$2.3032	\$14.23	\$ 12.84	\$2.4226	\$20.87
Oct	\$14.18	\$2.3763	\$22.00	\$7.14											

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.	%
Aug 2015	229,532	254	190,534	83.01%	27,287	11.89%	510	0.22%	11,202	4.88%
Sep	215,378	207	184,140	85.50%	22,771	10.57%	992	0.46%	7,475	3.47%
Oct	232,541	199	202,350	87.02%	23,994	10.32%	3,545	1.52%	2,652	1.14%
Nov	231,006	194	193,765	83.88%	26,701	11.56%	4,918	2.13%	5,621	2.43%
Dec	238,065	175	202,932	85.24%	24,774	10.41%	6,936	2.91%	3,423	1.44%
Jan 2016	247,867	154	209,629	84.57%	22,507	9.08%	2,822	1.14%	12,910	5.21%
Feb	235,525	146	196,350	83.37%	24,600	10.44%	8,711	3.70%	5,863	2.49%
Mar	241,647	141	203,871	84.37%	27,503	11.38%	4,958	2.05%	5,315	2.20%
Apr	231,542	141	195,608	84.47%	23,700	10.24%	3,096	1.34%	9,138	3.95%
May	228,210	112	185,108	81.11%	22,863	10.02%	10,515	4.61%	9,724	4.26%
Jun	207,866	137	173,694	83.56%	22,888	11.01%	9,236	4.44%	2,048	0.99%
Jul	205,763	144	171,449	83.33%	22,088	10.73%	3,622	1.76%	8,603	4.18%
Aug	220,576	165	185,586	84.14%	27,353	12.40%	843	0.38%	6,796	3.08%
Sep	210,356	160**	184,861	87.87%	20,487	9.74%	600	0.29%	4,408	2.10%

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



Florida Marketing Area - Federal Order 6

Pool and Payment Dates									
	Pool & Uniform Price	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	First Partial Payment Due**		Second Partial Payment Due**		Final Pay Due	
Pool Month	Release Date	All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
October	11/11/16	11/14/16	11/15/16	10/19/16	10/20/16	11/04/16	11/07/16	11/15/16	11/16/16
November	12/11/16	12/12/16	12/13/16	11/21/16	11/21/16	12/05/16	12/05/16	12/13/16	12/14/16
December	01/11/17	01/12/17	01/13/17	12/19/16	12/20/16	01/04/17	01/05/17	01/13/17	01/17/17

**The base rate for making partial payments in Hillsborough Co., FL for October will be \$18.78 per hundredweight for cooperatives (90 percent of the preceding month's uniform price) and \$17.74 for nonmembers (85 percent of the preceding month's uniform price).

Producer Touch Base Requirements & Handler Diversion Limits												
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Producer Touch Base Days	10	10	10	10	10	10	10	10	10	10	10	10
Diversion Percentage Limits	15%	15%	20%	20%	20%	20%	10%	10%	10%	10%	10%	15%

WASDE Dairy Report 1/

WASDE – 558 October 12, 2016

The milk production forecasts for 2016 and 2017 are raised from last month as the cow inventory has grown more rapidly than previously expected. The higher cow inventories appear to reflect growth in herds supplying expanding dairy product facilities. Import forecasts for 2016 and 2017 are raised on higher expected imports of butter and several other dairy products. Exports are forecast higher as increases in Oceania prices and relatively low U.S. prices are expected to make the United States more competitive in world markets. Ending stocks are reduced as lower prices encourage increased demand from both export and domestic markets.

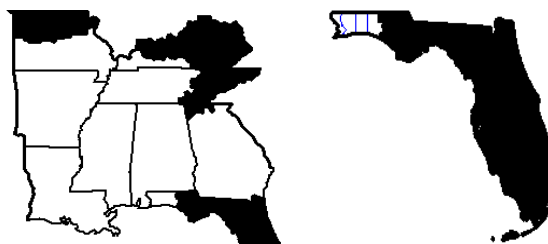
Cheese and butter price forecasts for 2016 and 2017 have been lowered due to higher expected milk supplies. However, nonfat dry milk (NDM) and whey will likely benefit from increased competitiveness in export markets, and stronger exports will help support prices of those products. Thus, price forecasts for NDM and whey are raised from last month. Class III and Class IV prices are lowered from last month as lower cheese prices more than offset the higher whey price in the Class III calculation and the lower butter price outweighs the NDM price increase in the calculation of the Class IV price. All milk prices are forecast lower at \$15.80 to \$15.90 per cwt for 2016 and \$15.55 to \$16.45 per cwt for 2017.

1/ The World Agricultural Supply and Demand Estimates (WASDE) report provides USDA's comprehensive forecasts of supply and demand for major U.S. and global crops and U.S. livestock, including dairy. The most recent WASDE report is available at www.usda.gov/oce/commodity/wasde/index.htm.



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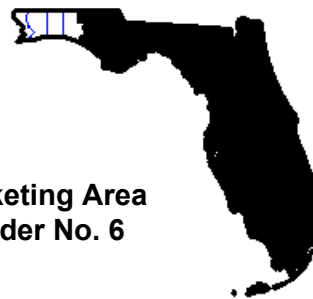


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FLORIDA Fluid Milk Report

Erik F. Rasmussen
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

November 2016

Volume 17—No. 11

Recent Developments in Dairy Markets

Excerpts from Livestock, Dairy, & Poultry Outlook, Nov. 16, 2016, Economic Research Service, USDA:

The National Agricultural Statistics Service (NASS) reported that milk cow numbers fell in September to a total of 9.338 million head, a drop of 3,000 head from August. Notably, this drop is from a lower base than reported in the October Milk Production report, due to NASS downward revisions in milk cow numbers for July and August. Milk per cow fell seasonally in September from the previous month, but increased year-over-year to 1,817 pounds. Milk production in September totaled 17.0 billion pounds, an increase of 2.1 percent from September 2015.

Dairy product exports fell about 0.1 billion pounds on a milk-fat milk-equivalent basis from August to September, while exports on a skim-solids milk-equivalent basis fell about 0.4 billion pounds. Dry whey exports and nonfat dry milk (NDM) exports fell about 12 million pounds and 6 million pounds, respectively, from last month. Imports fell about 0.1 billion pounds on both milk-fat and skim-solids milk-equivalent bases from August to September.

Cheese prices have trended upward over the second half of October; prices of 40-pound blocks of cheddar cheese, as reported in the USDA National Dairy Products Sales Report (NDPSR), fell from \$1.668 for the week ending October 1st to \$1.576 mid-month, but rebounded to \$1.603 for the week ending October 29th. Similarly, prices of 500-pound barrels of cheddar (adjusted to 38-percent moisture) fell from \$1.595 to \$1.544 and rebounded to \$1.572 in the same period. Chicago Mercantile Exchange (CME) cheese prices have risen even higher recently, to an average of \$1.831 for 40-pound blocks and \$1.776 for 500-pound barrels for the week ending November 5th. Dry whey prices, as reported in the NDPSR, rose during the month from \$0.314 for the week ending October 1st to \$0.345 on October 29th. NDM prices in the NDPSR rose from \$0.905 to \$0.913 during the (continued on page 4)

Uniform Price Declines

The uniform price in Hillsborough County, Florida, was \$20.39 per hundredweight for milk at 3.5 percent butterfat for the month of October. This is a decrease of \$0.48 compared with the previous month and a decrease of \$0.50 from October 2015.

Class I utilization was 83.09 percent in October. This is a decrease of 4.78 percent compared to last month and is a decrease of 3.93 percent compared with October 2015.

National Dairy Situation

The USDA estimates that the total U.S. production of milk in September 2016 was 16.97 billion pounds, up 2.1 percent from September 2015 and 0.9 percent lower compared with August 2016 on a daily average basis. Total cheese output (excluding cottage cheese) was 981 million pounds, 1.6 percent above September 2015 and 1.4 percent above August 2016 on a daily average basis. Butter production was 133 million pounds, 0.4 percent below September 2015 but 5.8 percent above August 2016 on a daily average basis..

Nonfat dry milk powder production was 125.6 million pounds in September, 4.7 percent above September of last year and 10.3 percent higher than August 2016 on a daily average basis. Total dry whey production was 74.5 million pounds in September, down 6.0 percent from September 2015 and 0.8 percent above August 2016 on a daily average basis. Whey protein concentrates production was 34.2 million pounds in September, 8.7 percent lower than September of last year and 0.5 percent lower than the previous month on a daily average basis.

The preliminary milk-feed price ratio, the pounds of 16 percent mixed dairy feed equal in value to 1 pound of whole milk, was 2.47 in September, 0.05 higher than the prior month.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - OCTOBER 2016

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	46.81%	3,878,418	\$2.3223	\$ 9,006,850.12
Class I Differential at Location				217,223.98
Class II Butterfat	38.36%	3,178,009	\$2.0563	6,534,939.90
Class III Butterfat	2.05%	169,969	\$2.0493	348,317.47
Class IV Butterfat	12.78%	1,058,723	\$2.0493	2,169,641.04
Total Butterfat	100.00%	8,285,119		\$ 18,276,972.51

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$2.2060**

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	84.48%	182,404,816	\$8.78 /cwt.	\$ 16,015,142.86
Class I Butterfat	46.81%	3,878,418	\$2.3223 /lb.	9,006,850.12
Class I Differential at Location		186,283,234		10,410,935.42
Total Class I Milk	83.09%	186,283,234		\$ 35,432,928.40
Class II Skim Milk	9.71%	20,966,828	\$7.14 /cwt.	\$ 1,497,031.52
Class II Butterfat	38.36%	3,178,009	\$2.0563 /lb.	6,534,939.90
Total Class II Milk	10.77%	24,144,837		\$ 8,031,971.42
Class III Skim Milk	1.82%	3,931,500	\$7.92 /cwt.	\$ 311,374.80
Class III Butterfat	2.05%	169,969	\$2.0493 /lb.	348,317.47
Total Class III Milk	1.83%	4,101,469		\$ 659,692.27
Class IV Skim Milk	3.99%	8,607,093	\$6.72 /cwt.	\$ 578,396.65
Class IV Butterfat	12.78%	1,058,723	\$2.0493 /lb.	2,169,641.04
Total Class IV Milk	4.31%	9,665,816		\$ 2,748,037.69
Producer Milk	100.00%	224,195,356		\$ 46,872,629.78

Adjustments

Overage and Other Source	\$5,793.58
Inventory Adjustments	\$2,906.96
Producer butterfat at uniform butterfat price	(\$18,276,972.51)
Location Adjustments to Producers	(\$266,440.64)
1/2 Unobligated Balance in P.S.F.	\$97,534.67

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 13.17003	\$28,435,451.84
	\$ 0.04003	\$86,437.72

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

\$13.13

Uniform Price per cwt. (Hillsborough County, Florida)

\$20.39*

* 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 2016	NOV 2016	SEPT 2016	OCT 2016	OCT 2016
Appalachian (Charlotte)	\$ 20.00	\$ 18.18	\$ 18.56	\$ 18.10	70.57%
Arizona (Phoenix)	\$ 18.95	\$ 17.13	\$ 16.22	\$ 15.39	27.83%
Central (Kansas City)	\$ 18.60	\$ 16.78	\$ 16.32	\$ 15.35	30.76%
Florida (Tampa)	\$ 22.00	\$ 20.18	\$ 20.87	\$ 20.39	83.09%
Mideast (Cleveland)	\$ 18.60	\$ 16.78	\$ 16.27	\$ 15.41	33.10%
Northeast (Boston)	\$ 19.85	\$ 18.03	\$ 17.10	\$ 16.23	33.80%
Pacific Northwest (Seattle)	\$ 18.50	\$ 16.68	\$ 15.77	\$ 14.96	27.46%
Southeast (Atlanta)	\$ 20.40	\$ 18.58	\$ 19.21	\$ 18.72	74.29%
Southwest (Dallas)	\$ 19.60	\$ 17.78	\$ 17.29	\$ 16.13	29.32%
Upper Midwest (Chicago)	\$ 18.40	\$ 16.58	\$ 16.37	\$ 15.01	10.20%

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

Receipts:		October 2016	October 2015
Producer Milk			
Class I		186,283,234	202,349,980
Class II		24,144,837	23,994,107
Class III		4,101,469	3,545,372
Class IV		9,665,816	2,651,956
Total Producer Milk		224,195,356	232,541,415
Average Butterfat Test		3.70%	3.66%
Percent of Producer Milk in Class I		83.09%	87.02%
Daily Average Receipts		7,232,108	7,501,336
Other Source Milk			
Class I		3,795,675	5,702,862
Class II		4,344,229	6,371,775
Class III		0	0
Class IV		1,059,720	559,473
Total Other Source Milk		9,199,624	12,634,110
Overage			
Class I		0	0
Class II		61,953	0
Class III		0	0
Class IV		20,389	3,140
Total Overage		82,342	3,140
Opening Inventory			
Class I		10,242,727	8,104,456
Class II		218,014	529,869
Class III		138,585	2,751,627
Class IV		5,497,489	5,907,046
Total Opening Inventory		16,096,815	17,292,998
Total Receipts		249,574,137	262,471,663
Utilization:			
Class I Utilization			
Inventory of Packaged FMP		9,453,523	9,776,449
Route Disposition Class I		190,455,870	205,047,573
Shrinkage		197,869	461,982
Transfers & Diversions to Nonpool		214,374	871,294
Total Class I Utilization		200,321,636	216,157,298
Average Butterfat Test		2.08%	2.04%
Daily Average Utilization		6,461,988	6,972,816
Class II Utilization			
Nonfluid Used To Produce		4,344,229	6,371,775
Shrinkage		0	0
Transfers & Diversions to Nonpool/Commercial Foods		8,451,075	8,162,065
Used To Produce/Other Uses		15,973,729	16,361,911
Total Class II Utilization		28,769,033	30,895,751
Average Butterfat Test		11.06%	11.98%
Class III Utilization			
Shrinkage		0	4,038,973
Transfers & Diversions to Nonpool/Used to Produce		4,240	925,990
Use to Produce/Other Uses		0	1,332,036
Total Class III Utilization		621,757	6,296,999
Average Butterfat Test		4.01%	2.73%
Class IV Utilization			
Inventory		8,825,879	5,262,235
Nonfluid Used To Fortify		705,204	491,177
Shrinkage		3,128,665	0
Transfers & Diversions to Nonpool		2,389,621	3,368,203
Used To Produce/Other Uses		1,194,045	0
Total Class IV Utilization		16,243,414	9,121,615
Average Butterfat Test		9.11%	12.02%
Total Utilization		249,574,137	262,471,663

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in October 2016 is \$20.39 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$13.13 per hundredweight plus 3.5 times the uniform butterfat price of \$2.2060 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 84.48% of all producer skim milk (priced to handlers at \$8.78 per hundredweight, plus the Class I differential) and 46.81% of producer butterfat (priced to handlers at \$2.3223 per pound plus Class I differential). Class II use accounted for 9.71% of all producer skim milk (\$7.14 per hundredweight) and 38.36% of producer butterfat (\$2.0563 per pound). Class III use accounted for 1.82% of all producer skim milk (\$7.92 per cwt) and 2.05% of producer butterfat (\$2.0493 per pound). Class IV use accounted for 3.99% of all producer skim milk (\$6.72 per cwt) and 12.78% of producer butterfat (\$2.0493 per pound).

Packaged Class I Route Sales in Marketing Area

Product Description	Pounds	Percent
September 2016		
Whole Milk	84,060,397	38.49%
Fat Free Milk	18,204,647	8.34%
Lowfat Milk (incl. 1%)	28,566,576	13.08%
Reduced Fat Milk (incl. 2%)	63,795,460	29.21%
Cultured Fluid Milk (incl. Buttermilk)	1,018,181	0.47%
Flavored Drinks and Milk	22,739,077	10.41%
Total Disposition in Marketing Area	218,384,338	100.0%
Total Disposition by Pool Plants	185,642,620	85.01%
Total Disposition by Nonpool Plants	32,741,718	14.99%
Total Disposition in Marketing Area	218,384,338	100.0%

Receipts of producer milk during October totaled 224.2 million pounds, 8.3 million pounds less than October 2015. Florida producers supplied an estimated 167.8 million pounds of milk in September 2016 or an estimated 79.8% of the producer milk pooled in Florida. In September 2015, Florida producers supplied 79.3% of producer milk pooled on the Florida market.

There were 10 regulated pool distributing plants and 6 cooperative associations submitting reports of receipts and utilization in the computation of the uniform prices for October. In-area Class I route disposition was 218.4 million pounds in September, 3.4 million pounds over September 2015.

Excerpts from USDA's Latest Livestock, Dairy, and Poultry Outlook

(continued from page 1) same period, while NDPSR butter prices fell from \$2.049 to \$1.819 during the month.

International dairy prices have generally moved higher over the last month. The largest price increase in the Global Dairy Trade (GDT) auction on November 1 was for whole milk powder, a 19.8-percent weighted-average increase from October 18 to \$1.50 per pound. GDT-weighted-average prices for skim milk powder and butter saw increases of 6.5 percent (to \$1.06 per pound) and 4.0 percent (to \$1.88 per pound), respectively, over the same period.

The forecast for milk cows is lowered 25 thousand head for 2017 to 9.370 million head. With a lower expected dairy herd more than offsetting a slightly higher milk per cow forecast, the new forecast for milk production in 2017 is 217.0 billion pounds, 0.3 billion pounds lower than last month. The forecast for exports on a milk-fat basis has been lowered to 8.9 billion pounds, 0.2 billion pounds below last month's forecast, as exports of cheese and whole milk powder are expected to be lower. The forecasts for skim-solids imports and both fat- and skim-solids basis exports for 2017 are unchanged. The cheese price for the year is raised \$0.10 at the midpoint of the range to \$1.610-\$1.700, while the whey price for the year is raised \$0.03 at the midpoint to \$0.360-\$0.390. The all-milk price forecast for 2017 is \$16.30-\$17.20 per cwt, \$0.75 higher than last month's forecast at both ends of the range.

Source: Livestock, Dairy, and Poultry Outlook/LDP-M-269/November 16, 2016.

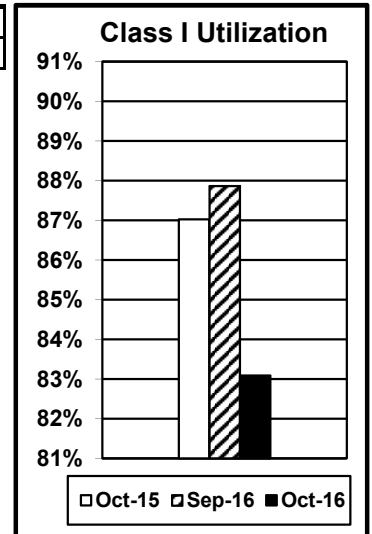
FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES

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
Aug 2015	\$14.53	\$2.1872	\$21.68	\$6.82	\$2.2744	\$14.54	\$8.64	\$2.2674	\$16.27	\$ 5.14	\$2.2674	\$12.90	\$ 13.27	\$2.2327	\$20.62
Sep	\$14.48	\$2.2193	\$21.74	\$5.91	\$2.7601	\$15.36	\$6.41	\$2.7531	\$15.82	\$ 5.64	\$2.7531	\$15.08	\$ 13.36	\$2.5044	\$21.66
Oct	\$11.97	\$2.7692	\$21.24	\$6.46	\$2.9157	\$16.44	\$5.47	\$2.9087	\$15.46	\$ 6.48	\$2.9087	\$16.43	\$ 11.33	\$2.8451	\$20.89
Nov	\$12.05	\$2.9296	\$21.88	\$7.35	\$3.1900	\$18.26	\$4.31	\$3.1830	\$15.30	\$ 5.96	\$3.1830	\$16.89	\$ 11.27	\$3.0626	\$21.59
Dec	\$11.45	\$3.1588	\$22.11	\$6.75	\$2.9127	\$16.71	\$4.43	\$2.9057	\$14.44	\$ 5.54	\$2.9057	\$15.52	\$ 10.73	\$3.0386	\$20.99
Jan 2016	\$11.01	\$3.0902	\$21.44	\$6.31	\$2.3132	\$14.19	\$5.85	\$2.3062	\$13.72	\$ 5.43	\$2.3062	\$13.31	\$ 10.31	\$2.6824	\$19.34
Feb	\$11.31	\$2.3218	\$19.04	\$6.17	\$2.3848	\$14.30	\$5.68	\$2.3778	\$13.80	\$ 5.36	\$2.3778	\$13.49	\$ 10.55	\$2.3556	\$18.43
Mar	\$10.94	\$2.4643	\$19.18	\$6.05	\$2.2098	\$13.57	\$6.25	\$2.2028	\$13.74	\$ 5.21	\$2.2028	\$12.74	\$ 10.25	\$2.3325	\$18.06
Apr	\$11.62	\$2.2646	\$19.14	\$5.89	\$2.2446	\$13.54	\$6.01	\$2.2376	\$13.63	\$ 5.02	\$2.2376	\$12.68	\$ 10.81	\$2.2546	\$18.32
May	\$11.52	\$2.2795	\$19.10	\$5.71	\$2.2916	\$13.53	\$4.94	\$2.2846	\$12.76	\$ 5.28	\$2.2846	\$13.09	\$ 10.47	\$2.2859	\$18.10
Jun	\$10.71	\$2.3448	\$18.54	\$5.86	\$2.4179	\$14.12	\$4.96	\$2.4109	\$13.22	\$ 5.53	\$2.4109	\$13.77	\$ 9.95	\$2.3803	\$17.93
Jul	\$10.97	\$2.4329	\$19.10	\$6.27	\$2.6034	\$15.16	\$6.38	\$2.5964	\$15.24	\$ 5.96	\$2.5964	\$14.84	\$ 10.27	\$2.5146	\$18.71
Aug	\$11.56	\$2.6613	\$20.47	\$6.71	\$2.4943	\$15.21	\$8.50	\$2.4873	\$16.91	\$ 6.16	\$2.4873	\$14.65	\$ 10.87	\$2.5765	\$19.51
Sep	\$13.57	\$2.5315	\$21.96	\$6.79	\$2.3152	\$14.66	\$8.61	\$2.3082	\$16.39	\$ 6.39	\$2.3032	\$14.23	\$ 12.84	\$2.4226	\$20.87
Oct	\$14.18	\$2.3763	\$22.00	\$7.14	\$2.0563	\$14.09	\$7.92	\$2.0493	\$14.82	\$ 6.72	\$2.0493	\$13.66	\$ 13.13	\$2.2060	\$20.39
Nov	\$13.19	\$2.1289	\$20.18	\$7.47											

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.	%
Aug 2015	229,532	254	190,534	83.01%	27,287	11.89%	510	0.22%	11,202	4.88%
Sep	215,378	207	184,140	85.50%	22,771	10.57%	992	0.46%	7,475	3.47%
Oct	232,541	199	202,350	87.02%	23,994	10.32%	3,545	1.52%	2,652	1.14%
Nov	231,006	194	193,765	83.88%	26,701	11.56%	4,918	2.13%	5,621	2.43%
Dec	238,065	175	202,932	85.24%	24,774	10.41%	6,936	2.91%	3,423	1.44%
Jan 2016	247,867	154	209,629	84.57%	22,507	9.08%	2,822	1.14%	12,910	5.21%
Feb	235,525	146	196,350	83.37%	24,600	10.44%	8,711	3.70%	5,863	2.49%
Mar	241,647	141	203,871	84.37%	27,503	11.38%	4,958	2.05%	5,315	2.20%
Apr	231,542	141	195,608	84.47%	23,700	10.24%	3,096	1.34%	9,138	3.95%
May	228,210	112	185,108	81.11%	22,863	10.02%	10,515	4.61%	9,724	4.26%
Jun	207,866	137	173,694	83.56%	22,888	11.01%	9,236	4.44%	2,048	0.99%
Jul	205,763	144	171,449	83.33%	22,088	10.73%	3,622	1.76%	8,603	4.18%
Aug	220,576	165	185,586	84.14%	27,353	12.40%	843	0.38%	6,796	3.08%
Sep	210,356	169	184,861	87.87%	20,487	9.74%	600	0.29%	4,408	2.10%
Oct	224,195	165**	186,283	83.09%	24,145	10.77%	4,101	1.83%	9,666	4.31%

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



Florida Marketing Area - Federal Order 6

Pool and Payment Dates									
	Pool & Uniform Price	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	First Partial Payment Due**		Second Partial Payment Due**		Final Pay Due	
Pool Month	Release Date	All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
November	12/11/16	12/12/16	12/13/16	11/21/16	11/21/16	12/05/16	12/05/16	12/13/16	12/14/16
December	01/11/17	01/12/17	01/13/17	12/19/16	12/20/16	01/04/17	01/05/17	01/13/17	01/17/17
January-17	02/11/17	02/13/17	02/14/17	01/19/17	01/20/17	02/06/17	02/06/17	02/14/17	02/15/17

**The base rate for making partial payments in Hillsborough Co., FL for November will be \$18.35 per hundredweight for cooperatives (90 percent of the preceding month's uniform price) and \$17.33 for nonmembers (85 percent of the preceding month's uniform price).

Producer Touch Base Requirements & Handler Diversion Limits												
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Producer Touch Base Days	10	10	10	10	10	10	10	10	10	10	10	10
Diversion Percentage Limits	15%	15%	20%	20%	20%	20%	10%	10%	10%	10%	10%	15%

WASDE Dairy Report 1/

WASDE – 559 November 9, 2016

Milk production forecasts for 2016 and 2017 are lowered from last month as recent data indicated that the U.S. cow inventory increased less rapidly than previously expected. However, output per cow is raised from last month. The skim-solids basis import forecast for 2016 is lowered, reflecting recent trade data, but the 2017 fat and skim-solid basis forecasts are unchanged. Fat basis exports are lowered for 2016 and 2017 on slower sales of cheese and whole milk powder. On a skim-solids basis, exports for 2016 are forecast lower on weaker sales of milk protein concentrates and whey, but are unchanged for 2017.

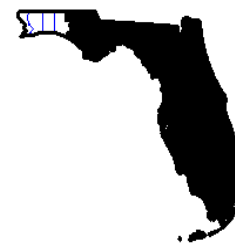
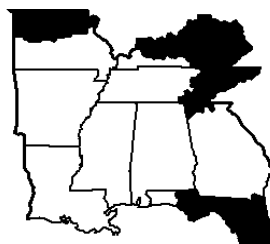
Cheese and whey price forecasts for 2016 are raised on current price strength. The forecasts for butter and nonfat dry milk (NDM) are lowered as supplies remain large. For 2017, large supplies of butter are expected to continue to pressure prices, but prices of cheese, whey and NDM are expected to strengthen. The Class III price forecast is raised for both 2016 and 2017 on higher cheese and whey prices. However, lower butter prices are expected to more than offset higher NDM prices and Class IV prices for both years are lowered from last month. All milk prices are forecast higher at \$16.00 to \$16.10 per cwt for 2016 and \$16.30 to \$17.20 per cwt for 2017.

1/ The World Agricultural Supply and Demand Estimates (WASDE) report provides USDA's comprehensive forecasts of supply and demand for major U.S. and global crops and U.S. livestock, including dairy. The most recent WASDE report is available at www.usda.gov/oce/commodity/wasde/index.htm.



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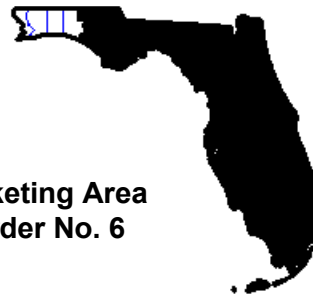


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FLORIDA Fluid Milk Report

Erik F. Rasmussen
Market Administrator

Florida Marketing Area
Federal Order No. 6



www.fmmatlanta.com

December 2016

Volume 17—No. 12

2017 Dairy Forecast

Excerpts from Livestock, Dairy, & Poultry Outlook, December 15, 2016, Economic Research Service, USDA:

Small changes have been made in feed price forecasts from last month. The corn price forecast for 2016/17 is \$3.05-\$3.65 per bushel, an increase of \$0.05 on both ends of the range. The soybean meal forecast for 2016/17 is unchanged at \$305-\$345 per short ton. The alfalfa hay price decreased from \$137 to \$135 per short ton from September to October.

Based on recent data, the milk cow estimate for the year has been reduced to 9.360 million head, 10,000 less than forecast last month. Milk per cow for the first quarter is forecast 10 pounds higher but is unchanged for the remainder of 2017. With fewer expected milk cows more than offsetting the slight increase in milk per cow, the milk production forecast for 2017 is 216.8 billion pounds, a reduction of 0.2 billion pounds.

Exports on a milk-fat basis are forecast lower than last month, at 8.4 billion pounds (0.5 billion pounds lower), and are now expected to fall from 2016; this is largely due to a less competitive position for cheese exports due to higher expected domestic prices. However, exports on a skim-solids basis are expected to gain in 2017 due to strong expected demand for NDM and lactose, especially from Asian countries. The export forecast for 2017 on a skim-solids basis is 40.1 billion pounds, 0.4 billion pounds higher than last month. The 2017 forecast for imports on a milk-fat basis is 7.0 billion pounds, 0.1 billion less than last month; on a skim-solids basis, the import forecast is 6.2 billion pounds, 0.2 billion pounds lower.

As domestic demand for cheese and butter is expected to remain relatively strong in 2017, the 2017 forecast for domestic use on a milk-fat basis is increased slightly this month to 214.8 billion pounds. With higher (continued on page 4)

Uniform Price Falls

The uniform price in Hillsborough County, Florida, was \$19.43 per hundredweight for milk at 3.5 percent butterfat for the month of November. This is a decrease of \$0.96 compared with the previous month and a decrease of \$2.16 from November 2015.

Class I utilization was 83.15 percent in November. This is an increase of 0.06 percent compared to last month and is a decrease of 0.73 percent compared with November 2015.

National Dairy Situation

The USDA estimates that the total U.S. production of milk in October 2016 was 17.55 billion pounds, up 2.5 percent from October 2015 and 0.1 percent lower compared with September 2016 on a daily average basis. Total cheese output (excluding cottage cheese) was 1.03 billion pounds, 0.5 percent above October 2015 and 1.4 percent above September 2016 on daily average basis. Butter production was 143 million pounds, 3.6 percent below October 2015 but 2.3 percent above September 2016 on a daily average basis.

Nonfat dry milk powder production was 140.0 million pounds in October, 18.0 percent above October of last year and 7.4 percent higher than September 2016 on a daily average basis. Total dry whey production was 84.1 million pounds in October, up 9.0 percent from October 2015 and 7.3 percent above September 2016 on a daily average basis. Whey protein concentrates production was 36.3 million pounds in October, 0.5 percent higher than October of last year and 0.7 percent lower than the previous month on a daily average basis.

The preliminary milk-feed price ratio, the pounds of 16 percent mixed dairy feed equal in value to 1 pound of whole milk, was 2.37 in October, 0.10 lower than the prior month.

F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - NOVEMBER 2016

Calculation of Uniform Butterfat Price:

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	49.05%	4,101,922	\$2.0749	\$ 8,511,077.98
Class I Differential at Location				229,495.10
Class II Butterfat	40.41%	3,379,948	\$2.1114	7,136,422.21
Class III Butterfat	3.11%	260,171	\$2.1044	547,503.85
Class IV Butterfat	7.43%	621,760	\$2.1044	1,308,431.74
Total Butterfat	100.00%	8,363,801		\$ 17,732,930.88

Uniform Butterfat Price per lb. (Hillsborough County, Florida): **\$2.1202**

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	84.45%	183,531,086	\$7.79 /cwt.	\$ 14,297,071.61
Class I Butterfat	49.05%	4,101,922	\$2.0749 /lb.	8,511,077.98
Class I Differential at Location		187,633,008		10,485,700.73
Total Class I Milk	83.15%	187,633,008		\$ 33,293,850.32
Class II Skim Milk	9.39%	20,411,244	\$7.47 /cwt.	\$ 1,524,719.93
Class II Butterfat	40.41%	3,379,948	\$2.1114 /lb.	7,136,422.21
Total Class II Milk	10.54%	23,791,192		\$ 8,661,142.14
Class III Skim Milk	3.22%	6,994,211	\$9.74 /cwt.	\$ 681,236.15
Class III Butterfat	3.11%	260,171	\$2.1044 /lb.	547,503.85
Total Class III Milk	3.21%	7,254,382		\$ 1,228,740.00
Class IV Skim Milk	2.94%	6,378,302	\$6.63 /cwt.	\$ 422,881.43
Class IV Butterfat	7.43%	621,760	\$2.1044 /lb.	1,308,431.74
Total Class IV Milk	3.10%	7,000,062		\$ 1,731,313.17
Producer Milk	100.00%	225,678,644		\$ 44,915,045.63

Adjustments

Overage and Other Source	\$7,685.27
Inventory Adjustments	\$11,230.09
Producer butterfat at uniform butterfat price	(\$17,732,930.88)
Location Adjustments to Producers	(\$244,399.99)
1/2 Unobligated Balance in P.S.F.	\$170,027.92

Adjusted Pool Value

Reserve for Producer Settlement Fund	\$ 12.48265	\$27,126,658.04
	\$ 0.04265	\$92,691.56

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

\$12.44

Uniform Price per cwt. (Hillsborough County, Florida)

\$19.43*

* 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 2016	DEC 2016	OCT 2016	NOV 2016	NOV 2016
Appalachian (Charlotte)	\$ 18.18	\$ 20.28	\$ 18.10	\$ 17.48	75.09%
Arizona (Phoenix)	\$ 17.13	\$ 19.23	\$ 15.39	\$ 15.52	29.65%
Central (Kansas City)	\$ 16.78	\$ 18.88	\$ 15.35	\$ 15.40	43.76%
Florida (Tampa)	\$ 20.18	\$ 22.28	\$ 20.39	\$ 19.43	83.15%
Mideast (Cleveland)	\$ 16.78	\$ 18.88	\$ 15.41	\$ 15.38	38.90%
Northeast (Boston)	\$ 18.03	\$ 20.13	\$ 16.23	\$ 16.34	34.60%
Pacific Northwest (Seattle)	\$ 16.68	\$ 18.78	\$ 14.96	\$ 15.07	29.29%
Southeast (Atlanta)	\$ 18.58	\$ 20.68	\$ 18.72	\$ 18.02	78.81%
Southwest (Dallas)	\$ 17.78	\$ 19.88	\$ 16.13	\$ 15.96	64.13%
Upper Midwest (Chicago)	\$ 16.58	\$ 18.68	\$ 15.01	\$ 16.24	15.70%

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

Receipts:		November 2016	November 2015
Producer Milk			
Class I		187,633,008	193,765,377
Class II		23,791,192	26,700,857
Class III		7,254,382	4,918,426
Class IV		7,000,062	5,621,410
	Total Producer Milk	225,678,644	231,006,070
	Average Butterfat Test	3.71	3.64
	Percent of Producer Milk in Class I	83.15%	83.88%
	Daily Average Receipts	7,522,621	7,700,202
Other Source Milk			
Class I		3,452,793	5,832,966
Class II		4,129,428	5,652,373
Class III		0	11,403
Class IV		2,556,773	2,136,716
	Total Other Source Milk	10,138,994	13,633,458
Overage			
Class I		0	0
Class II		0	0
Class III		0	0
Class IV		3,652	3,785
	Total Overage	3,652	3,785
Opening Inventory			
Class I		9,456,523	9,776,449
Class II		432,209	72,612
Class III		0	3,698
Class IV		8,393,670	5,185,925
	Total Opening Inventory	18,279,402	15,038,684
	Total Receipts	254,100,692	259,681,997
Utilization:			
Class I Utilization			
Inventory of Packaged FMP		9,698,202	8,408,356
Route Disposition Class I		190,391,852	199,904,772
Shrinkage		265,423	87,135
Transfers & Diversions to Nonpool		183,847	974,529
	Total Class I Utilization	200,539,324	209,374,792
	Average Butterfat Test	2.17	2.13
	Daily Average Utilization	6,684,644	6,979,160
Class II Utilization			
Nonfluid Used To Produce		3,896,291	5,679,976
Shrinkage		0	0
Transfers & Diversions to Nonpool/Commercial Foods		7,550,192	8,244,339
Used To Produce/Other Uses		16,906,346	18,501,527
	Total Class II Utilization	28,352,829	32,425,842
	Average Butterfat Test	13.26	11.58
Class III Utilization			
Shrinkage		0	3,108,258
Transfers & Diversions to Nonpool/Used to Produce		7,254,382	726,021
Use to Produce/Other Uses		0	1,099,248
	Total Class III Utilization	7,254,382	4,933,527
	Average Butterfat Test	3.59	3.00
Class IV Utilization			
Inventory		11,081,340	9,316,335
Nonfluid Used To Fortify		1,467,727	1,373,784
Shrinkage		2,999,312	0
Transfers & Diversions to Nonpool		1,231,391	2,257,717
Used To Produce/Other Uses		1,174,387	0
	Total Class IV Utilization	17,954,157	12,947,836
	Average Butterfat Test	6.50	7.40
	Total Utilization	254,100,692	259,681,997

Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in November 2016 is \$19.43 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$12.44 per hundredweight plus 3.5 times the uniform butterfat price of \$2.1202 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 84.45% of all producer skim milk (priced to handlers at \$7.79 per hundredweight, plus the Class I differential) and 49.05% of producer butterfat (priced to handlers at \$2.0749 per pound plus Class I differential). Class II use accounted for 9.39% of all producer skim milk (\$7.47 per hundredweight) and 40.41% of producer butterfat (\$2.1114 per pound). Class III use accounted for 3.22% of all producer skim milk (\$9.74 per cwt) and 3.11% of producer butterfat (\$2.1044 per pound). Class IV use accounted for 2.94% of all producer skim milk (\$6.63 per cwt) and 7.43% of producer butterfat (\$2.1044 per pound).

Packaged Class I Route Sales in Marketing Area

Product Description	Pounds	Percent
<u>October 2016</u>		
Whole Milk	87,977,105	38.53%
Fat Free Milk	20,032,619	8.77%
Lowfat Milk (incl. 1%)	30,167,914	13.21%
Reduced Fat Milk (incl. 2%)	65,408,445	28.65%
Cultured Fluid Milk (incl. Buttermilk)	1,154,500	0.51%
Flavored Drinks and Milk	23,592,484	10.33%
Total Disposition in Marketing Area	228,333,067	100.0%
Total Disposition by Pool Plants	189,788,809	83.12%
Total Disposition by Nonpool Plants	38,544,258	16.88%
Total Disposition in Marketing Area	228,333,067	100.0%

Receipts of producer milk during November totaled 225.7 million pounds, 5.3 million pounds less than November 2015. Florida producers supplied an estimated 171.3 million pounds of milk in October 2016 or an estimated 76.4% of the producer milk pooled in Florida. In October 2015, Florida producers supplied 76.2% of producer milk pooled on the Florida market.

There were 10 regulated pool distributing plants and 6 cooperative associations submitting reports of receipts and utilization in the computation of the uniform prices for November. In-area Class I route disposition was 228.3 million pounds in October, 4.2 million pounds less than October 2015.

Excerpts from USDA's Latest Livestock, Dairy, and Poultry Outlook

(continued from page 1) expected prices for NDM, the domestic use forecast on a skim-solids basis is lowered to 182.5 billion (0.4 billion pounds lower). Ending stock forecasts for 2017 have been raised to 13.7 pounds on a milk-fat basis (0.9 billion pounds higher) but are unchanged at 13.2 billion pounds on a skim-solids basis.

With expected strength in domestic demand, higher exports of nonfat dry milk and lactose, and lower milk production compared to last month's forecasts, all of the dairy product price forecasts for 2017 have been raised. Price forecasts for cheddar cheese, dry whey, butter, and NDM are \$1.650-\$1.730, \$0.380-\$0.410, \$1.920-\$2.030, and \$0.950-\$1.010 per pound, respectively. With higher dairy product price forecasts across the board, the Class III and IV milk price forecasts are raised to \$15.85-16.65 and \$14.20-\$15.10, respectively. The 2017 all-milk price is forecast is \$16.85-\$17.65, an increase from \$16.30-\$17.20 forecast last month.

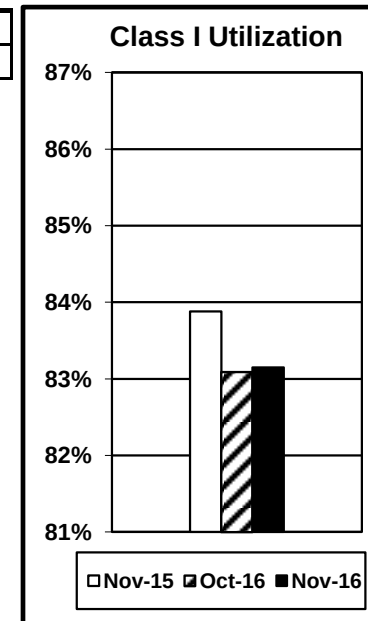
Source: *Livestock, Dairy, and Poultry Outlook/LDP-M-270/December 15, 2016 Economic Research Service, USDA*

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
Aug 2015	\$14.53	\$2.1872	\$21.68	\$6.82	\$2.2744	\$14.54	\$8.64	\$2.2674	\$16.27	\$ 5.14	\$2.2674	\$12.90	\$ 13.27	\$2.2327	\$20.62
Sep	\$14.48	\$2.2193	\$21.74	\$5.91	\$2.7601	\$15.36	\$6.41	\$2.7531	\$15.82	\$ 5.64	\$2.7531	\$15.08	\$ 13.36	\$2.5044	\$21.66
Oct	\$11.97	\$2.7692	\$21.24	\$6.46	\$2.9157	\$16.44	\$5.47	\$2.9087	\$15.46	\$ 6.48	\$2.9087	\$16.43	\$ 11.33	\$2.8451	\$20.89
Nov	\$12.05	\$2.9296	\$21.88	\$7.35	\$3.1900	\$18.26	\$4.31	\$3.1830	\$15.30	\$ 5.96	\$3.1830	\$16.89	\$ 11.27	\$3.0626	\$21.59
Dec	\$11.45	\$3.1588	\$22.11	\$6.75	\$2.9127	\$16.71	\$4.43	\$2.9057	\$14.44	\$ 5.54	\$2.9057	\$15.52	\$ 10.73	\$3.0386	\$20.99
Jan 2016	\$11.01	\$3.0902	\$21.44	\$6.31	\$2.3132	\$14.19	\$5.85	\$2.3062	\$13.72	\$ 5.43	\$2.3062	\$13.31	\$ 10.31	\$2.6824	\$19.34
Feb	\$11.31	\$2.3218	\$19.04	\$6.17	\$2.3848	\$14.30	\$5.68	\$2.3778	\$13.80	\$ 5.36	\$2.3778	\$13.49	\$ 10.55	\$2.3556	\$18.43
Mar	\$10.94	\$2.4643	\$19.18	\$6.05	\$2.2098	\$13.57	\$6.25	\$2.2028	\$13.74	\$ 5.21	\$2.2028	\$12.74	\$ 10.25	\$2.3325	\$18.06
Apr	\$11.62	\$2.2646	\$19.14	\$5.89	\$2.2446	\$13.54	\$6.01	\$2.2376	\$13.63	\$ 5.02	\$2.2376	\$12.68	\$ 10.81	\$2.2546	\$18.32
May	\$11.52	\$2.2795	\$19.10	\$5.71	\$2.2916	\$13.53	\$4.94	\$2.2846	\$12.76	\$ 5.28	\$2.2846	\$13.09	\$ 10.47	\$2.2859	\$18.10
Jun	\$10.71	\$2.3448	\$18.54	\$5.86	\$2.4179	\$14.12	\$4.96	\$2.4109	\$13.22	\$ 5.53	\$2.4109	\$13.77	\$ 9.95	\$2.3803	\$17.93
Jul	\$10.97	\$2.4329	\$19.10	\$6.27	\$2.6034	\$15.16	\$6.38	\$2.5964	\$15.24	\$ 5.96	\$2.5964	\$14.84	\$ 10.27	\$2.5146	\$18.71
Aug	\$11.56	\$2.6613	\$20.47	\$6.71	\$2.4943	\$15.21	\$8.50	\$2.4873	\$16.91	\$ 6.16	\$2.4873	\$14.65	\$ 10.87	\$2.5765	\$19.51
Sep	\$13.57	\$2.5315	\$21.96	\$6.79	\$2.3152	\$14.66	\$8.61	\$2.3082	\$16.39	\$ 6.39	\$2.3032	\$14.23	\$ 12.84	\$2.4226	\$20.87
Oct	\$14.18	\$2.3763	\$22.00	\$7.14	\$2.0563	\$14.09	\$7.92	\$2.0493	\$14.82	\$ 6.72	\$2.0493	\$13.66	\$ 13.13	\$2.2060	\$20.39
Nov	\$13.19	\$2.1289	\$20.18	\$7.47	\$2.1114	\$14.60	\$9.74	\$2.1044	\$16.76	\$ 6.63	\$2.1044	\$13.76	\$ 12.44	\$2.1202	\$19.43
Dec	\$15.24	\$2.1644	\$22.28	\$7.32											

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.	%
Aug 2015	229,532	254	190,534	83.01%	27,287	11.89%	510	0.22%	11,202	4.88%
Sep	215,378	207	184,140	85.50%	22,771	10.57%	992	0.46%	7,475	3.47%
Oct	232,541	199	202,350	87.02%	23,994	10.32%	3,545	1.52%	2,652	1.14%
Nov	231,006	194	193,765	83.88%	26,701	11.56%	4,918	2.13%	5,621	2.43%
Dec	238,065	175	202,932	85.24%	24,774	10.41%	6,936	2.91%	3,423	1.44%
Jan 2016	247,867	154	209,629	84.57%	22,507	9.08%	2,822	1.14%	12,910	5.21%
Feb	235,525	146	196,350	83.37%	24,600	10.44%	8,711	3.70%	5,863	2.49%
Mar	241,647	141	203,871	84.37%	27,503	11.38%	4,958	2.05%	5,315	2.20%
Apr	231,542	141	195,608	84.47%	23,700	10.24%	3,096	1.34%	9,138	3.95%
May	228,210	112	185,108	81.11%	22,863	10.02%	10,515	4.61%	9,724	4.26%
Jun	207,866	137	173,694	83.56%	22,888	11.01%	9,236	4.44%	2,048	0.99%
Jul	205,763	144	171,449	83.33%	22,088	10.73%	3,622	1.76%	8,603	4.18%
Aug	220,576	165	185,586	84.14%	27,353	12.40%	843	0.38%	6,796	3.08%
Sep	210,356	169	184,861	87.87%	20,487	9.74%	600	0.29%	4,408	2.10%
Oct	224,195	165	186,283	83.09%	24,145	10.77%	4,101	1.83%	9,666	4.31%
Nov	225,679	165**	187,633	83.15%	23,791	10.54%	7,254	3.21%	7,000	3.10%



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

Florida Marketing Area - Federal Order 6

Pool and Payment Dates									
	Pool & Uniform Price	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	First Partial Payment Due**		Second Partial Payment Due**		Final Pay Due	
Pool Month	Release Date	All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
December	01/11/17	01/12/17	01/13/17	12/19/16	12/20/16	01/04/17	01/05/17	01/13/17	01/17/17
January-17	02/11/17	02/13/17	02/14/17	01/19/17	01/20/17	02/06/17	02/06/17	02/14/17	02/15/17
February-17	03/11/17	03/13/17	03/14/17	02/21/17	02/21/17	03/06/17	03/06/17	03/14/17	03/15/17

**The base rate for making partial payments in Hillsborough Co., FL for December will be \$17.49 per hundredweight for cooperatives (90 percent of the preceding month's uniform price) and \$16.52 for nonmembers (85 percent of the preceding month's uniform price).

Producer Touch Base Requirements & Handler Diversion Limits												
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Producer Touch Base Days	10	10	10	10	10	10	10	10	10	10	10	10
Diversion Percentage Limits	15%	15%	20%	20%	20%	20%	10%	10%	10%	10%	10%	15%

WASDE Dairy Report 1/

WASDE – 560 December 9, 2016

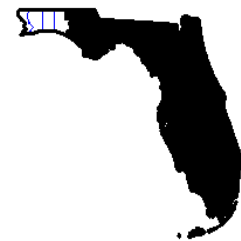
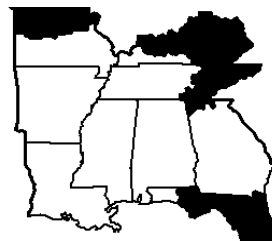
The milk production forecast is lowered for both 2016 and 2017 as slower growth in cow numbers more than offsets slightly higher growth in milk per cow. Fat basis exports are raised for 2016 on higher butter exports, and skim-solids basis exports are increased on stronger sales of lactose. For 2017, fat basis exports are reduced on expected increased competition in cheese markets, but strength in lactose and nonfat dry milk (NDM) exports are expected to support higher skim-solids basis exports. Import forecasts are lowered from last month for both fat and skim-solids bases. Fat basis ending stock forecasts for 2016 and 2017 are raised on higher expected cheese stocks. Although the skim-solids basis ending stock forecast for 2016 is raised on higher-than-expected cheese and NDM stocks, the forecast for 2017 is unchanged as robust NDM exports are expected to draw down stocks during the year. Price forecasts for cheese and butter are raised for 2016 on current price strength, but the forecasts for NDM and whey prices are unchanged. Product prices are forecast higher for 2017 as domestic demand strength is expected to carry into next year and higher export demand will support NDM and whey prices. As a result of the higher cheese and butter price forecasts, Class III and Class IV price forecasts are raised for 2016. Class III and IV prices are forecast higher for 2017 on higher component product prices. All milk prices are forecast higher at \$16.05 to \$16.15 per cwt for 2016 and \$16.85 to \$17.65 per cwt for 2017.

1/ The World Agricultural Supply and Demand Estimates (WASDE) report provides USDA's comprehensive forecasts of supply and demand for major U.S. and global crops and U.S. livestock, including dairy. The most recent WASDE report is available at www.usda.gov/oce/commodity/wasde/index.htm.



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