

United States Department of Agriculture
AGRICULTURAL MARKETING SERVICE
DAIRY PROGRAMS
 Federal Order No. 33

ANNOUNCEMENT OF PRODUCER PRICES
JUNE 2010

MIDEAST MARKETING AREA

COMPUTATION OF PRODUCER PRICE DIFFERENTIAL

| | <u>POUNDS</u> | <u>BUTTERFAT</u> | <u>SKIM / PROTEIN</u> | <u>NONFAT SOLIDS</u> | <u>OTHER SOLIDS</u> | <u>PRICE</u> | <u>VALUE</u> |
|--|----------------------|-------------------|---------------------------|--------------------------|-------------------------|-------------------|-------------------------|
| Class I Skim Value | | | 471,327,371 | | | \$ 11.61 / cwt | \$ 54,721,107.76 |
| Class I Butterfat | | 8,821,720 | | | | 1.7355 / lb | 15,310,095.07 |
| Class I Location Differential | 480,149,091 | | | | | | (244,040.10) |
| Class II SNF Value | | | | 17,416,093 | | 1.1456 / lb | 19,951,876.15 |
| Class II Butterfat | | 15,220,614 | | | | 1.7304 / lb | 26,337,750.43 |
| Class III Protein Value | | | 14,979,672 | | | 2.2040 / lb | 33,015,197.12 |
| Class III Other Solids Value | | | | | 29,175,126 | 0.1748 / lb | 5,099,812.03 |
| Class III Butterfat | | 17,675,939 | | | | 1.7234 / lb | 30,462,713.26 |
| Class IV SNF Value | | | | 10,683,718 | | 1.0843 / lb | 11,584,355.40 |
| Class IV Butterfat | | 4,600,216 | | | | 1.7234 / lb | 7,928,012.25 |
| Somatic Cell Value II / III / IV | | | | | | | <u>708,055.38</u> |
| TOTAL PRODUCER MILK VALUE | 1,321,216,928 | 46,318,489 | 38,871,160 | | | 75,627,647 | \$204,874,934.75 |
| Overages | | | | | | \$36,304.98 | |
| Beginning Inventory and Other Source Charges | | | | | | \$(21,882.83) | |
| TOTAL ADJUSTMENTS | | | | | | | <u>\$ 14,422.15</u> |
| TOTAL HANDLER OBLIGATIONS | | | | | | | <u>\$204,889,356.90</u> |
| Total Protein Value | | | 38,871,160 lbs | @ | \$2.2040 | | \$(85,672,036.63) |
| Total Other Solids Value | | | 75,627,647 lbs | @ | 0.1748 | | (13,219,712.69) |
| Butterfat Value | | | 46,318,489 lbs | @ | 1.7234 | | (79,825,283.95) |
| Total Somatic Cell Values | | | | | | | <u>(1,072,491.86)</u> |
| TOTALS | | | | | | | <u>\$ 25,099,831.77</u> |
| Net Producer Location Adjustments | | | | | | | \$ 1,059,884.26 |
| 1/2 Unobligated Balance Producer Settlement Fund | | | | | | | <u>604,000.00</u> |
| Total - Divided by Total Pounds | | | 1,321,216,928 lbs | | 2.0256867 | | \$ 26,763,716.03 |
| Rate of Cash Reserve | | | | | (0.0456867) | | <u>(603,620.41)</u> |
| PRODUCER PRICE DIFFERENTIAL at Cuyahoga County, OH* | | | 1,321,216,928 | | \$ 1.98 /cwt | | <u>\$ 26,160,095.62</u> |

COMPONENT PRICES

| | |
|--|----------------------|
| Butterfat Price | \$1.7234 / lb |
| Protein Price | 2.2040 / lb |
| Other Solids Price | 0.1748 / lb |
| Somatic Cell Adjustment Rate | 0.00072 / cwt |
| Nonfat Solids Price (For Informational Purpose Only)** | 1.0843 / lb |

MARKET AVERAGE CONTENT OF PRODUCER MILK

| | |
|---------------|--------|
| Butterfat | 3.51% |
| Protein | 2.94 % |
| Other Solids | 5.72 % |
| Nonfat Solids | 8.66 % |

CLASSIFICATION OF PRODUCER MILK

| | <i>Product lbs.</i> | <i>Percent</i> |
|-----------|---------------------|----------------|
| Class I | 480,149,091 | 36.3 |
| Class II | 209,780,735 | 15.9 |
| Class III | 507,390,303 | 38.4 |
| Class IV | <u>123,896,799</u> | <u>9.4</u> |
| Total | 1,321,216,928 | 100.0 |

COMPUTATION OF UNIFORM PRICE

| | |
|--|----------------|
| Class III Price - 3.5% BF | \$13.62 |
| Producer Price Differential | <u>1.98</u> |
| Statistical Uniform Price (For Informational Purpose Only) | <u>\$15.60</u> |

* Subject to Location Adjustment.
 ** Producers are not paid on this component.