

NATIONAL DAIRY MARKET AT A GLANCE

**CHICAGO MERCANTILE EXCHANGE (CME) CASH MARKETS (11/03):**  
**BUTTER:** Grade AA closed at \$1.2225. The weekly average for Grade AA is \$1.1967 (+.0542).

**CHEESE:** Barrels closed at \$1.0000 and blocks at \$0.9800. The weekly average for barrels is \$1.0005 (+.0005) and blocks, \$1.0080 (-.0120).

**NONFAT DRY MILK:** Extra Grade and Grade A closed at \$1.0300. The weekly average for Extra Grade is \$1.0300 (N.C.) and Grade A, \$1.0300 (N.C.).

**BUTTER:** Cash butter prices are firm, although the market tone is mixed. Many producers and handlers are aware of declining inventories and are closely monitoring their stock levels for upcoming holiday needs. In many instances, Thanksgiving butter needs have been shipped or stocks are being readied for shipment. Churning schedules are quite active. Fresh butter demand continues to outpace production, thus, when available, cream volumes are welcomed at most plants. Competition for available cream is increasing as holiday, cream based, product production builds. Overall butter demand is seasonally strong. Retail stores are preparing for the upcoming holidays with many stores scheduling feature activity.

**CHEESE:** The cheese market is weak. At the CME on Friday (11/3), the 40# block price fell to \$0.9800. This is the first time blocks at either the CME or NCE have been below \$1.00 since March 1978. The gap between the CME price and the CCC support price has widened further and many people in the trade wonder when offerings to the government will begin. No cheese was offered to CCC this week. Production levels are light to moderate and more than sufficient to cover current needs.

**FLUID MILK:** Milk production is holding mostly steady in the Northeastern states with some areas at or near the low point of the annual cycle. Bottled milk sales are often lighter than anticipated. Milk output is trending higher in the Southern states, while holding mostly steady in the Deep South. Eastern cream needs are being supplemented by out of region suppliers. Weather conditions have been ideal for milk output in the upper Midwest. Class I demand is strong due to promotions and first of month orders. The fluid cream market is firmer this week as butter prices increase at the CME. Production of seasonal cream-based items is increasing. Condensed skim orders are steady. Supplies are tight and spot activity is limited. Milk output in the Southwest is also mostly steady. Production is often being tempered by rains, but not to any great extent. Volumes are often higher than year ago levels. In the Pacific Northwest, milk is steady to slightly higher following ideal weather conditions. In the Mountain States, milk output is steady with competition increasing for supplies.

**DRY PRODUCTS:** Nonfat dry milk prices are unchanged in all regions. No clear market signals are impacting sales. Heavy offerings of NDM to the support program continue to be used to balance production with most offerings from Western producers. This is expected to continue, especially with the uncertainty of a possible tilt to the support price. Direct exporting and filling of past DEIP orders are occurring on a limited basis. Buttermilk prices are steady, but supplies are generally limited and the market is nominal. Producers continue to play catch-up with past orders. Additional churning has done little to provide more powder for the marketplace. Dry whey prices are firming in all regions. The diversion of milk out of cheese plants is also limiting whey production. Demand is better in all regions as buyers look around to find whey supplies to fill orders. Lactose prices held steady and producers feel more confident with positions. Orders are fair to good from contract accounts. Lactose production is steady overall. Whey protein concentrate prices are generally unchanged. Offerings are beginning to tighten due to good demand for dry and condensed, as well as a decline in production.

**CCC:** During the week of October 30 - November 3, CCC net purchases totaled 6,628,598 pounds of nonfortified NDM from the West. They also purchased 2,095,139 pounds of Western fortified NDM. No cheese purchases were recorded.

**CLASS AND COMPONENT PRICES (DAIRY PROGRAMS):** The following are the October 2000 final prices under the Federal Milk Order pricing system: Class II \$12.54 (-\$.04), Class III \$ 10.02 (-\$.74); and Class IV \$11.81 (-\$.13). Product price averages used in computing Class prices are: butter \$1.1344, NDM \$1.0127, cheese \$1.1602, and dry whey \$.1826. The Class II butterfat price is \$1.2514 and the Class III/IV butterfat price is \$1.2444. Further information may be found at:

[www.ams.usda.gov/dairy/fmor\\_announce.htm](http://www.ams.usda.gov/dairy/fmor_announce.htm)

**OCTOBER AGRICULTURAL PRICES (NASS):** The index of prices paid by farmers for commodities and services, interest, taxes, and wage rates in October 2000 advanced 1 point at 121. Compared with October 1999, the index was up 5 points (4.3%). The index of prices received by farmers for dairy products declined 2 points during the month of October 2000 to 96. Compared with October 1999, the index was down 18 points (15.8%). Prices received by farmers in October with changes from September were: for all milk, \$12.60 per hundredweight, down \$.20; for fluid grade milk, \$12.60, down \$.30; and for manufacturing grade milk, \$10.70, down \$.50.

\*\*\*\*SPECIALS THIS ISSUE\*\*\*\*

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**CHICAGO MERCANTILE EXCHANGE  
CASH TRADING**

CHEESE: carload = 40,000-44,000 lbs., NONFAT DRY MILK: carlot = 42,000-45,000 lbs., BUTTER: carlot = 40,000-43,000 lbs.

PRODUCT	MONDAY OCTOBER 30	TUESDAY OCTOBER 31	WEDNESDAY NOVEMBER 1	THURSDAY NOVEMBER 2	FRIDAY NOVEMBER 3	WEEKLY CHANGE*	WEEKLY AVERAGE#
CHEESE BARRELS	\$1.0000 (N.C.)	\$1.0000 (N.C.)	\$1.0025 (+.0025)	\$1.0000 (-.0025)	\$1.0000 (N.C.)	N.C.	\$1.0005 (+.0005)
40# BLOCKS	\$1.0200 (N.C.)	\$1.0200 (N.C.)	\$1.0200 (N.C.)	\$1.0000 (-.0200)	\$.9800 (-.0200)	-.0400	\$1.0080 (-.0120)
NONFAT DRY MILK EXTRA GRADE	\$1.0300 (N.C.)	\$1.0300 (N.C.)	\$1.0300 (N.C.)	\$1.0300 (N.C.)	\$1.0300 (N.C.)	N.C.	\$1.0300 (N.C.)
GRADE A	\$1.0300 (N.C.)	\$1.0300 (N.C.)	\$1.0300 (N.C.)	\$1.0300 (N.C.)	\$1.0300 (N.C.)	N.C.	\$1.0300 (N.C.)
BUTTER GRADE AA	\$1.1650 (+.0225)	----	\$1.2025 (+.0375)	----	\$1.2225 (+.0200)	+.0800	\$1.1967 (+.0542)

\*Sum of daily changes. # Weekly averages are simple averages of the daily closing prices for the calendar week. Computed by Dairy Market News for informational purposes. This data is available on the Internet at [WWW.AMS.USDA.GOV/MARKETNEWS.HTM](http://WWW.AMS.USDA.GOV/MARKETNEWS.HTM)

CHICAGO MERCANTILE EXCHANGE

MONDAY, OCTOBER 30, 2000

CHEESE -- SALES: 5 CARS BARRELS: 2 @ \$1.0025, 1 @ \$1.0000, 1 @ \$1.0025, 1 @ \$1.0000; 1 CAR 40# BLOCKS @ \$1.0300; BIDS UNFILLED: 3 CARS BARRELS @ \$1.0000; OFFERS UNCOVERED: 2 CARS BARRELS @ \$1.0650; 5 CARS 40# BLOCKS: 1 @ \$1.0200, 1 @ \$1.0225, 1 @ \$1.0250, 1 @ \$1.0275, 1 @ \$1.0400

NONFAT DRY MILK -- SALES: NONE; BIDS UNFILLED: NONE; OFFERS UNCOVERED: NONE

BUTTER -- SALES: 5 CARS GRADE AA: 3 @ \$1.1425, 1 @ \$1.1500, 1 @ \$1.1525; BIDS UNFILLED: 2 CARS GRADE AA: 1 @ \$1.1650, 1 @ \$1.1425; OFFERS UNCOVERED: NONE

TUESDAY, OCTOBER 31, 2000

CHEESE -- SALES: 14 CARS BARRELS: 4 @ \$1.0100, 2 @ \$1.0075, 4 @ \$1.0050, 1 @ \$1.0025, 1 @ \$1.0000, 1 @ \$1.0025, 1 @ \$1.0000; 1 CAR 40# BLOCKS @ \$1.0250; BIDS UNFILLED: 1 CAR BARRELS @ \$1.0000; OFFERS UNCOVERED: 6 CARS BARRELS: 1 @ \$1.0025, 2 @ \$1.0050, 1 @ \$1.0075, 2 @ \$1.0150; 10 CARS 40# BLOCKS: 1 @ \$1.0200, 1 @ \$1.0225, 1 @ \$1.0250, 1 @ \$1.0275, 2 @ \$1.0300, 2 @ \$1.0350, 2 @ \$1.0400

NONFAT DRY MILK -- SALES: NONE; BIDS UNFILLED: NONE; OFFERS UNCOVERED: NONE

WEDNESDAY, NOVEMBER 1, 2000

CHEESE -- SALES: 2 CARS BARRELS: 1 @ \$1.0050, 1 @ \$1.0025; BIDS UNFILLED: NONE; OFFERS UNCOVERED: 6 CARS BARRELS: 1 @ \$1.0025, 5 @ \$1.0000

NONFAT DRY MILK -- SALES: NONE; BIDS UNFILLED: NONE; OFFERS UNCOVERED: NONE

BUTTER -- SALES: 8 CARS GRADE AA: 1 @ \$1.2000, 1 @ \$1.2075, 1 @ \$1.2100, 1 @ \$1.2050, 1 @ \$1.2025, 1 @ \$1.2050, 2 @ \$1.2025; BIDS UNFILLED: 2 CARS GRADE AA: 1 @ \$1.1650, 1 @ \$1.1550; OFFERS UNCOVERED: 2 CARS GRADE AA: 1 @ \$1.2100, 1 @ \$1.2500

THURSDAY, NOVEMBER 2, 2000

CHEESE -- SALES: 1 CAR BARRELS @ \$1.0000; BIDS UNFILLED: 1 CAR BARRELS @ \$1.0000; OFFERS UNCOVERED: 1 CAR BARRELS @ \$1.0200; 2 CARS 40# BLOCKS: 1 @ \$1.0000, 1 @ \$1.0450

NONFAT DRY MILK -- SALES: NONE; BIDS UNFILLED: NONE; OFFERS UNCOVERED: NONE

FRIDAY, NOVEMBER 3, 2000

CHEESE -- SALES: 4 CARS 40# BLOCKS: 1 @ \$0.9800, 1 @ \$1.0000, 1 @ \$0.9750, 1 @ \$1.0000; BIDS UNFILLED: 1 CAR BARRELS @ \$1.0000; OFFERS UNCOVERED: 3 CARS 40# BLOCKS: 1 @ \$0.9800, 1 @ \$0.9900, 1 @ \$1.0000

NONFAT DRY MILK -- SALES: NONE; BIDS UNFILLED: NONE; OFFERS UNCOVERED: NONE

BUTTER -- SALES: 4 CARS GRADE AA: 1 @ \$1.2000, 1 @ \$1.2100, 1 @ \$1.2250, 1 @ \$1.2225; BIDS UNFILLED: 5 CARS GRADE AA: 1 @ \$1.2100, 1 @ \$1.2075, 2 @ \$1.2050, 1 @ \$1.1700; OFFERS UNCOVERED: NONE

BUTTER MARKETS

NORTHEAST

The market tone is basically steady. The bulk butter price at the CME moved 2 1/4 cents higher in trading on Monday (10/30). This is the first "non-fractional" change since early October. This may be a result of the tight supply of fresh butter. Frozen stocks are more than ample to meet current needs. Eastern production is light and producers are microfixing (turning storage butter into prints) about half their orders. Some Western butter continues to be purchased to supplement local output. Retail and food service sales are mostly steady. Sales of bulk butter, f.o.b. East, are reported in a range of 2.5 - 6 cents over the CME price/average.

CENTRAL

Butter markets and prices are firm. Producers and handlers are indicating that butter stocks are tightening. Up to this point, butter inventories have been heavier than previous year levels, although this week, the CME's butter storage movement and stocks in approved warehouse report indicates that stock levels have dipped below year ago levels. Fresh butter demand is strong. Butter demand has surpassed current production, thus increasing volumes of storage butter are being used to fill orders. Churning schedules are seasonally active, although lighter than many producers

would desire. In most instances, butter producers are looking for additional volumes of cream. Most state that current demand is strong, although they also state that this is November. For the most part, producers are aware of what their upcoming holiday needs will be, thus they question how long firm markets will continue. Many retail stores are preparing for Thanksgiving and year-end promotions. Retailers anticipate consumers to respond to favorable feature prices, thus large clearances of butter are anticipated to occur.

WEST

Print butter orders continue for the upcoming holiday season and are coming in on a very regular basis at very good levels. Butter features appear to be ready for promotions for the holiday season. Orders are being shipped across the country to meet ongoing needs. Churning activity is holding up well seasonally as organizations reduce cheese production and increase butter output to bolster the bottom line. More cream is available for churning. CME weekly butter stocks fell another 5.8 million pounds last week and now stand at 36.2 million pounds. This is the first time since June that stocks this year have fallen to a level below 1999. Butter continues to come out of warehouses to bolster the availability of fresh butter. Current prices for bulk butter range from 5 cents under to flat market based on the CME with various time frames and averages involved.

NASS DAIRY PRODUCT PRICES  
U.S. AVERAGE AND TOTAL POUNDS

WEEK ENDING	CHEESE		NDM	BUTTER	DRY WHEY
	40# BLOCKS	BARRELS 39% MOISTURE			
OCTOBER 28	1.0815 5,264,102	0.9912 7,422,295	1.0119 16,248,300	1.1116 4,534,495	0.1848 8,312,373

Further data and revisions may be found on the internet at: <http://jan.mannlib.cornell.edu/reports/nassr/price/dairy>

**CHEESE MARKETS**

**NORTHEAST**

Prices are lower on natural cheddar items, unchanged on process and Swiss. The market tone is steady, but still weak. In the East, cheese output is steady to lighter, but still heavy in most other parts of the country. Cheese stocks are lighter than previous months', but still running well ahead of year ago totals. Contacts, both buyers and producers, feel prices are not going to fall any further and some buyers are feeling more comfortable taking on some extra volumes for anticipated holiday needs. Conversely, with cheese so readily available, some buyers see no need to carry large inventories when extra loads are just a phone call away. Demand for cheese is fair and mostly for replacement needs. Retail movement is fair and food service orders are steady.

WHOLESALE SELLING PRICES: DELIVERED,  
DOLLARS PER POUND (1000 - 5000 POUNDS MIXED LOTS)

Cheddar 10# Prints	:	1.0600-1.5275
Cheddar Single Daisies	:	1.0175-1.4775
Cheddar 40# Block	:	1.1600-1.3375
Process 5# Loaf	:	1.2100-1.3850
Process 5# Sliced	:	1.2300-1.4875
Muenster	:	1.2200-1.4275
Grade A Swiss Cuts 10 - 14#	:	2.3500-2.5500

**MIDWEST**

The cheese market is steady. Current cash prices at the Chicago Mercantile Exchange have been unchanged for a week or more. They remain well below the CCC support prices. Offerings and/or packaging for sales to CCC are continuing due to the wide spread. Through October 31, CCC has not purchased any natural styles and only 396,000 pounds of process. Commercial demand is generally good for natural cuts, particularly non-cheddar varieties. Current cheese production is fairly steady. Anecdotal reports indicate that warehouses are full and volumes going into outside storage continues. Declines in milk receipts are often offset by increases in cheese yields. Some attempts to switch milk to alternative uses for milk have been used where operations allow.

WISCONSIN WHOLESALE SELLING PRICES: DELIVERED,  
DOLLARS PER POUND (1000 - 5000 POUNDS MIXED LOTS)

Process American 5# Loaf	:	1.2000-1.6000
Brick And/Or Muenster 5#	:	1.5750-1.6300
Cheddar 40# Block	:	1.3850-2.1150
Monterey Jack 10#	:	1.6025-2.1150
Blue 5#	:	1.7200-2.2000
Mozzarella 5 - 6# (Low Moisture, Part Skim)	:	1.4500-2.2150
Grade A Swiss Cuts 6 - 9#	:	2.0000-2.6850

**MIDWEST COMMODITY CHEDDAR**

Dollars per pound, standard moisture basis (37.8-39.0%),  
carlot/trucklot, F.O.B. plants or storage centers.

CHEDDAR STYLES	:	OCTOBER 30 - NOVEMBER 03, 2000
BARRELS*	:	\$1.0000 - 1.0150 (NOMINAL)
	:	
40# BLOCKS	:	\$1.0200 - 1.0750 (NOMINAL)
	:	(-.0150)

( ) Change from previous week. \* If steel, barrel returned.

**WEST**

Process and Swiss prices are steady and natural prices are a few cents lower. Current block interest is about steady. Contacts note that a number of private and public warehouses have less cheese in storage than they did this summer. They do believe that cheese demand remains good. Little additional cheese is going into aging programs at this time. Most firms that age cheese believe that they have enough on hand even with the current price incentives. Cheese processors are picking up additional processing solids mainly based on the excellent prices available for downgraded cheese. The market continues to wait for the anticipated heavy offerings of cheese into the government price support program. Offerings of Swiss cheese range from steady to lighter. Current offerings are hard pressed to meet the ongoing levels of interest. Manufacturers are expected to be hard pressed to maintain current production schedules through the winter. Demand for mozzarella chesse is very strong and is expected to remain that way through the end of the year.

WHOLESALE SELLING PRICES: DELIVERED, DOLLARS PER POUND  
(1000 - 5000 POUNDS MIXED LOTS)

Process 5# Loaf	:	1.1525-1.4125
Cheddar 40# Block	:	1.1450-1.2850
Cheddar 10# Cuts	:	1.3250-1.5450
Monterey Jack 10#	:	1.3350-1.4950
Grade A Swiss Cuts 6 - 9#	:	2.3000-2.5400

**FOREIGN**

Prices are unchanged to lower on domestic styles and unchanged on imported. The market tone is steady. With the domestic, CME cheese prices so depressed, there is growing interest on domestically made foreign type cheese. Stocks of imported cheese range from light to fully adequate. New orders, from producing countries, are slow to fair. Typically by October or November, importers have either used their licenses or turned back unused portions.

WHOLESALE SELLING PRICES: FOB DISTRIBUTORS DOCK  
DOLLARS PER POUND (1000 - 5000 POUNDS, MIXED LOTS)

	:	NEW YORK	
VARIETY	:	IMPORTED	: DOMESTIC
Roquefort	:	TFEWR	: -0-
Blue	:	2.6400-3.1400	: 1.3625-2.8575*
Gorgonzola	:	3.2400-5.9400	: 1.9175-2.4900*
Parmesan (Italy)	:	TFEWR	: 2.7775-2.8025*
Romano (Italy)	:	2.1000-2.5400	: -0-
Provolone (Italy)	:	3.4400-5.5000	: 1.3700-1.6475*
Romano (Cows Milk)	:	-0-	: 2.5525-4.7275*
Sardo Romano (Argentine)	:	2.6500-3.2900	: -0-
Reggianito (Argentine)	:	2.6500-3.2900	: -0-
Jarlsberg-(Brand)	:	2.7400-3.3100	: -0-
Swiss Cuts Switzerland	:	-0-	: 2.3500-2.5500
Swiss Cuts Finnish	:	2.5900-2.8500	: -0-
Swiss Cuts Austrian	:	2.2500-2.7500	: -0-
Edam	:		:
2 Pound	:	TFEWR	: -0-
4 Pound	:	2.1900-3.0900	: -0-
Gouda, Large	:	2.3900-3.1500	: -0-
Gouda, Baby (\$/Dozen)	:		:
10 Ounce	:	27.8000-31.7000	: -0-

\* = Price change.

**WEEKLY COLD STORAGE HOLDINGS - SELECTED STORAGE CENTERS  
IN THOUSAND POUNDS - INCLUDING GOVERNMENT STOCKS**

	BUTTER	:	CHEESE
10/30/00	15,676	:	137,973
10/01/00	18,028	:	142,438
CHANGE	-2,352	:	-4,465
% CHANGE	-13	:	-3

FLUID MILK AND CREAM

E A S T

Milk production is little changed from last week. Increases are still being reported in the Southern states while output is mostly steady in the Northeast. Milk output the Deep South is mostly steady as many areas are in need of rain which would boost the growth of rye grass which definitely effects milk production in this region. In the more northern areas, the milk flow is nearing the low point in its annual cycle. Historically, this comes some time in early November. There is concern in the Northeast about the availability of quality hay. The rainy summer in much of New York and New England has limited the ability to harvest good quality hay. Fluid milk volumes are still lighter than desired and manufacturing plants are operating on reduced schedules. Bottled milk sales are reported as slow to improved, mostly fair. As more "winter residents" find their way South, milk sales are showing signs of improvement in Florida, Texas, and other Gulf Coast states. Florida handlers imported 44 loads this week. This compares to 4 loads last week and 70 a year ago. Handlers in other Southeastern states brought in 51 loads this week. Last week they imported 89 loads and 28 this week last year. The condensed skim market is little changed. Supplies are tight and few spot sales of both Class II or III were reported this week. Some suppliers are having to delay shipments to buyers because of the limited supply. The fluid cream market is firmer this week. Contacts report much tighter supply and continued good demand. Some suppliers are having to reach to the Midwest to find a few extra loads. Others are short and still scrambling to find cream at midweek. Prices are steady to higher. Monday's (10/30) trading at the CME saw the price of butter jump more than two-cents. Some contacts feel that butter/cream prices will continue to rise for the next week or so. They expect the price run-up to be short lived as holiday needs for cream and butter peak. Ice cream production is steady to occasionally improved. Cream cheese output is also about steady. Churning activity is lighter, but butter makers are looking for cream and being more competitive pricewise.

FLUID CREAM AND CONDENSED SKIM PRICES IN TANKLOT QUANTITIES

SPOT PRICES OF CLASS II CREAM, \$ PER LB BUTTERFAT		
F.O.B. PRODUCING PLANTS: NORTHEAST	-	1.4624-1.6000
DELIVERED EQUIVALENT ATLANTA	-	1.4738-1.6000 M 1.5424-1.5995
F.O.B. PRODUCING PLANTS: UPPER MIDWEST	-	1.5081-1.6109
PRICES OF CONDENSED SKIM, \$ PER LB WET SOLIDS		
F.O.B. PRODUCING PLANTS:		
NORTHEAST- CLASS II - INCLUDES MONTHLY FORMULA PRICES	-	1.0700-1.1500
NORTHEAST- CLASS III - SPOT PRICES	-	.8900-1.0100

M I D W E S T

WISCONSIN SPOT SHIPMENTS:	LOADS
OCTOBER 27 - NOVEMBER 02, 2000	21
PREVIOUS WEEK	21
COMPARABLE WEEK IN 1999	35
DESTINATIONS:	TENNESSEE 21

Class I demand is strong, typical for the first of a month and especially active this month as retail promotions are occurring or are scheduled in the near term. Wisconsin milk continues to clear to Southern states and continues to be pooled under other federal orders, but these volumes are lighter than last week. Milk handlers report that these shipments are being reduced now that some contractual agreements have ended and milk is moving into those regions from other nearby states. Some manufacturing milk continues to move at prices ranging from \$1.75 - 2.25 over class. Weather conditions in the Midwestern part of the country have been very ideal for late October. At midweek though, temperatures are on the eve of cooling and some much needed moisture is

occurring. Fall harvest continues to wind down with most field bare. Cream demand is quite active at this time. Recent cash butter price firmness is causing some butter producers to actively look for additional cream offerings. Butter stocks are at or below year ago levels. Cream multiples are steady to higher. Production of cream based products is gearing up and is expected to gain strength over the next few weeks as eggnog, bottled cream, cream cheese, and other cream products are readied for the Thanksgiving holiday.

WISCONSIN LIVESTOCK AUCTIONS (PER CWT.)

	OCT 26 -NOV 01	PREVIOUS YEAR
SLAUGHTER COWS	\$ 32.00- 40.00	\$ 34.00- 39.00
REPLACEMENT HEIFER CALVES	\$320.00-390.00	\$240.00-370.00

SOUTH ST. PAUL TERMINAL AUCTION MARKET (PER CWT.)

	OCT 26 -NOV 01	PREVIOUS YEAR
SLAUGHTER COWS	\$ 31.00- 40.00	\$ 30.00- 39.75

W E S T

The October 4a price (butter/powder) in California is \$11.73, down 11 cents from September but 11 cents higher than last year. The October 4b (cheese) is \$9.01, down \$2.31 from September and \$2.65 lower than last year. Conditions are little changed for milk production levels across most of California. In the northernmost milk producing areas, output is declining as seasonal rains are moving into the area. Pastures and lots are often muddied. Weather patterns are more moderate in the Central Valley, although rainfall is prevalent. The rains are not having much impact on milk output. Levels are often above year ago levels. Feed conditions are good. Production is steady at levels above a year ago in Southern California. Weather conditions remain seasonally favorable. Western cream multiples are being stressed as butter prices increase at the CME. Few contacts were quoting multiples but indications are that they are still in the 117 to 129 FOB range. Good demand for cream continues for seasonal holiday items. There is also good demand from butter producers who are trying to place butter to fill Thanksgiving orders. Milk production in New Mexico is holding mostly steady despite continued wet weather. Some lots are muddied, but often not to the extent to affect milk production or quality. In New Mexico, the alfalfa growing season is coming to a close with the last cutting alfalfa in progress. Recent rains have hampered harvest and lowered quality and feed content of the alfalfa. Prices are holding steady and alfalfa is moving to dairies. Excessive rainfall in Arizona is hurting production in some milk producing areas. Reports are limited, but stating the negative impact on production. Milk production in the Pacific Northwest ranges from steady to slightly higher. Weather conditions remain excellent. Fall farm work is generally completed. The feed situation is excellent going into the winter season. The hay situation is adequate currently, but there are some signs that the market may tighten up this winter. Estimated U.S. hay production for 2000 is down 4.7% from 1999. Production in five Western states (Arizona, California, Colorado, Idaho and Washington) is up 2.9% or 539,000 tons. Output in four states (Montana, New Mexico, Oregon, and Utah) is down 24.2% or 2.27 million tons. Export interest has been strong all summer and fall. If the winter is worse than normal, some areas may experience some problems finding the quality hay that they need at prices similar to past years. Northern Utah and southern Idaho have experienced one of the wetter Octobers on record. The rains have come at an ideal time to restore some soil moisture before the winter freeze up. Mountain areas are getting an early good snow cover. The number of dairy producers exiting the industry is beginning to affect some localized areas. Competition for available milk supplies is intensifying. The overall milk output in the region as a whole has not changed much since most of the cows are merely going to other producers, mostly into Idaho to fuel the continued expansion. Some manufacturing plants are buying added supplies of milk from outside their system to maintain production levels.

**CENTRAL AND WEST DRY MILK PRODUCTS**

All reports, except California manufacturing plants, were released 11/02/00 and represent FOB Central and Western production areas. Prices represent CL/TL quantities in 50 lb., 100 lb., or 25 kg. bags, spray process, dollars per pound.

**NONFAT DRY MILK - CENTRAL**

Prices are unchanged on a mostly steady market. Production is increasing as milk is diverted away from cheese vats and into dryers. Most plants are again operational with a few facilities operating at capacity. Government purchases continue to keep inventories in check. Export movement into Mexico is steady. Domestic demand is fair with brokers and blending operations showing the best interest. High heat movement is strong with some plants gaining substantial premiums over the Extra Grade market. Off grade product is plentiful and sometimes difficult to clear.

Includes EXTRA GRADE and GRADE A, low and medium heat

NONFAT DRY MILK: 1.0100 - 1.0400 MOSTLY: 1.0150 - 1.0250

**DRY BUTTERMILK - CENTRAL**

Prices are unchanged and nominal on a steady market. Mild temperatures are encouraging ice cream consumption and deterring movement of condensed into dryers. The trade continues to anticipate weakness in the market when school milk appears during the Thanksgiving holiday. Supplies are in balance with contractual commitments, however, spot loads are difficult to find. Demand is fair. Most buyers are not searching for supplies because of a known lack of availability in the Central and coastal regions. However, some dire needs are being filled with less than truck lot quantities at 4-5 cents over the average. Aged and off grade product is tight for the good interest.

BUTTERMILK: .9825 - 1.0300

**DRY WHEY - CENTRAL**

Prices are generally higher on a firm market. Some cheese operations are able to successfully divert milk away from cheese vats, encouraging decreases in the total whey supply. Export movement is also encouraging higher prices. However, some domestic buyers are not concerned about stocking up on supplies as price increases are believed to be short-lived. While some producers believe that prices will continue to increase to about .2000 - .2200 by January 1, buyers are inclined to believe that output will increase and prices will decline as milk supplies increase during school breaks. Inventories are in balance to sold out. Demand is best from edible markets with some increased movement of off grade product into feed markets.

NONHYGROSCOPIC: .1800 - .2000 MOSTLY: .1850 - .1900

**ANIMAL FEED WHEY - CENTRAL**

Prices are unchanged to higher on a steady to firm market. Milk replacer supplies are tightening as less Extra Grade is produced, encouraging movement. Producers are not concerned with clearing extra stocks and are concentrating more on Extra Grade movement. The roller ground market adjusted to changes in the Extra Grade market. Delactose remains unchanged. Supplies are tight with some producers unable to satisfy any spot interest. Movement is steady into feed accounts and strong into process cheese. While market movement is brisk, producers are not offering at higher prices in an effort to maintain market share. Off grade is available at some plants at 1-3 cents under the average. Hog markets are generally steady. The North Central veal market is unsettled to weak at lower prices.

MILK REPLACER: .1450 - .1650  
ROLLER GROUND: .1675 - .1875  
DELACTOSE (Min. 20% protein): .3750 - .4000

**LACTOSE - CENTRAL AND WEST**

Prices are unchanged on a steady market. Producers are generally more confident with their supplies. Increased interest is being noted from contractual commitments with some less than trucklot shipments occurring at the average. Inquiries from Asia are steady. Some export spot trades are occurring slightly above the average. Production is generally steady and inventories are in balance to somewhat short of current interest. Totes are trading at prices slightly below the average. Permeate and down grade lactose are competitive substitutes for Extra Grade lactose into feed markets. Movement remains best on higher mesh product into domestic and export markets.

Including spot sales and up to 3 month contracts. Mesh size 30 - 100.

EDIBLE: .1450 - .2100 MOSTLY: .1600 - .1700

**WHEY PROTEIN CONCENTRATE - CENTRAL AND WEST**

Prices are generally unchanged on a steady market. As milk is being diverted away from block cheese production, less WPC condensed is available for processing and end use functions. Condensed demand is strong into feed, high protein WPC, and process cheese facilities. Dry production is unchanged to somewhat lower due to plant problems and decreases in the availability of condensed whey. Export movement is generally unchanged into Mexico, Canada and Asia. Domestic edible demand for WPC is mostly steady. Movement into feed facilities is increasing in the Central and West. Some feed facilities are again examining alternatives such as wheat and soy isolates as competitive substitutes to WPC. Inventories are mostly in balance with some producers sold out or short of buyer needs. With the Oceania region no longer exporting WPC into the US, traders are finding it difficult to predict the long-term price structure of WPC. Most anticipate more downward pressure as cheese production increases during school holidays. However, manufacturers expect supply increases to be readily offset by good edible demand. Off grade product is limited in supply for the good interest at prices just below the average.

EXTRA GRADE 34% PROTEIN: .7125 - .7625 MOSTLY: .7275 - .7375

**NONFAT DRY MILK - WEST**

The Western NDM markets are holding mostly steady. The market tone is basically weak for low heat powder to seasonally steady for high heat. The low heat market continues to be buoyed by large weekly sales to the price support program. Current production remains in excess of demand. Export sales under DEIP remains limited to filling past orders with no new sales being released. Some direct exporting continues on a generally light pace. Production levels are holding steady to showing some increases. Stocks are moderate to heavy. High heat demand is good. There are producers making high heat to have in stock for anticipated sales. For the week of October 23 - 27, net CCC purchases totaled 6.9 million pounds of nonfortified NDM from Western and Midwestern suppliers and 2.0 million pounds of fortified NDM from the West.

Includes EXTRA GRADE and GRADE A

LOW/MEDIUM HEAT: .9900 - 1.0225 MOSTLY: 1.0000 - 1.0150  
HIGH HEAT: 1.0300 - 1.0750

**DRY BUTTERMILK - WEST**

Prices for dry buttermilk in the West are unchanged and the market tone remains steady to firm. There continues to be limited spot trading. Production levels are trending slightly higher as butter churning increases seasonally. However, sales of condensed buttermilk are good and most of the current powder is committed. Stocks remain light.

BUTTERMILK: .9500 - .9900 MOSTLY: .9500 - .9700

**DRY WHEY - WEST**

Range prices for Western whey increased fractionally this week while the mostly held steady. Some of the support for the Western whey market is because of the tightening situations in other regions of the country. As you move east, whey production is lagging this fall. Some buyers are looking for powder in the West and Western producers are selling powder with more confidence. Stocks are in much closer balance than they were about six weeks ago. Production in the West is declining seasonally.

NONHYGROSCOPIC: .1700 - .2000 MOSTLY: .1800 - .1875

**CALIFORNIA MANUFACTURING PLANTS - NONFAT DRY MILK**

WEEK ENDING	PRICE	POUNDS
October 27	\$1.0105	12,116,217
October 20	\$1.0102	10,993,284

Prices are weighted averages for Extra Grade and Grade A Nonfat Dry Milk, f.o.b. California manufacturing plants. Prices for both periods were influenced by effects of long-term contract sales. Compiled by Dairy Marketing Branch, California Department of Food and Agriculture.

**NORTHEAST, SOUTHEAST, AND NATIONAL MILK PRODUCTS**

All reports represent carlot/trucklot quantities in 50 lb., 100 lb., or 25 kg. bags, spray process, dollars per pound, unless otherwise specified. Delivered Southeast is delivered equivalent Atlanta.

**NONFAT DRY MILK - NORTHEAST AND SOUTHEAST**

Prices are unchanged and nominal. Few spot sales are being reported as most Eastern producers have little NDM in stock. Output was up slightly last week, but most skim is clearing as condensed. The continued good call for wet solids and the tight surplus milk supply are keeping dryers nearly idle. Only a few drying runs, this week, have been reported by Eastern producers. Some producers are buying skim powder from the West to supplement their output. Traders are also bringing in NDM from other parts of the country as they are often finding more attractive prices outside the East. Demand is fair to good. Contracts are keeping producer stocks pretty well cleaned out.

Includes EXTRA GRADE AND GRADE A

F.O.B. NORTHEAST:

LOW/MEDIUM HEAT: 1.0500 - 1.0800 MOSTLY: 1.0600 - 1.0650

HIGH HEAT: 1.1000 - 1.1150 MOSTLY: 1.1100 - 1.1150

DELVD SOUTHEAST:

ALL HEATS: 1.0400 - 1.1350

**DRY BUTTERMILK - NORTHEAST AND SOUTHEAST**

Prices remain in a tight range and nominal. Little buttermilk powder is available in the East as well as other parts of the country. Local producers are often allocating powder to regular customers. More LTL sales are being reported which helps partially satisfy as many buyers as possible. Production levels are light as cream supplies tightened this week and less excess cream moved to regional churning facilities. Demand is fair to good for dry buttermilk, steady for condensed. Most producers are not entertaining inquiries from new buyers.

F.O.B. NORTHEAST: .9700 - .9800

DELVD SOUTHEAST: .9700 - 1.0000

**DRY WHOLE MILK - NATIONAL**

Prices and the market tone are unchanged. Production remains light particularly in the East and Midwest where surplus milk volumes are tight. Producer stocks are closely balanced. Spot demand is slow to fair. Contracts continue to clear a large portion of the current output.

F.O.B. PRODUCING PLANT: 1.2075 - 1.3200

**DEIP BID ACCEPTANCE SUMMARY**

JULY 1, 2000 THROUGH OCTOBER 27, 2000  
WITH CHANGES FROM PREVIOUS REPORT

NONFAT DRY MILK -- 12,750 MT (28,108,650 LBS)

CHEESE -- 3,030 MT (6,679,938 LBS)

This program-year's allocation is filled.

Allocations for the DEIP year beginning July 1, 2000: Nonfat dry milk - 68,201 MT; Cheese - 3,030 MT; Butterfat - 21,097 MT.

**DRY WHEY - NORTHEAST AND SOUTHEAST**

Prices are steady to mostly higher. The market tone is firm. Production levels are lighter as most Eastern cheese makers are operating a day or two less per week than they normally would be at this time of year. This lighter output is also causing a shortage of condensed whey for both users and dryers. Contacts are all talking about the tight supply and how hard it is to find dry or wet whey solids. Producers in the East have little or no powder on hand and most are limiting sales to existing or regular accounts. Demand from both domestic and export buyers is holding up very well. Some reports show that there is a little more interest as buyers try to get some powder before prices advance much further. At this point, there does not seem to be much food quality whey for these buyers to purchase. However, producers comment that they are getting more calls from animal feed makers looking for "off grade" powder. Some is moving, but the improved demand does tend to make suppliers hold existing stocks with more confidence.

F.O.B. NORTHEAST: EXTRA GRADE .1875 - .2000

USPH GRADE A .1950 - .2050

DELVD SOUTHEAST: .2200 - .2250

**EVAPORATED MILK - NATIONAL**

Prices and the market tone are unchanged. Production levels are about steady. Labor problems at one facility are slowing output, nationally, but reportedly they are getting back on line as best they can. With so few producing plants in the country, problems of any kind at one facility impact the other plants. Demand is good as buyers take on extra volumes for the upcoming holiday season. Producer inventories are being drawn down, but this is normal for this time of year. Most producers expect milk prices to be quite low in coming months and will replenish their stocks as more and cheaper milk is available.

DOLLARS PER 48 - 12 FLUID OUNCE CANS PER CASE DELIVERED MAJOR U.S. CITIES \$20.00 - 33.00

Excluding promotional and other sales allowances. Included new price announcements.

**CASEIN - NATIONAL**

Casein markets remain firm with prices unchanged to higher. Domestic casein buyers have mixed opinions as to rennet and acid availability. In most instances, rennet is reported to be the tightest. Some rennet buyers are indicating that they are being asked if they would be able to cut back on their scheduled deliveries. Acid is more available. In instances, buyers are reporting spot offerings of acid. End of season production in Europe is at hand, but for the most part, European suppliers feel that they will meet commitments. Oceania is well into its production season and is keeping up with commitments. Spot offerings are limited at this time.

SPOT SALES AND UP TO 3 MONTH CONTRACTS. PRICES ARE FOR EDIBLE NONRESTRICTED AND VARY ACCORDING TO MESH SIZE AND QUALITY.

RENNET: 2.2500 - 2.4000

ACID: 2.3000 - 2.4500

MONTHLY SUMMARY AND AVERAGES FOR OCTOBER 2000 1/ - (UNLESS OTHERWISE NOTED, PRICES ARE DOLLARS PER POUND, CL/TL)

COMMODITY	REPORT NUMBER 40	REPORT NUMBER 41	REPORT NUMBER 42	REPORT NUMBER 43	REPORT NUMBER 44	2000	1999
	OCT 02 - 06	OCT 09 - 13	OCT 16 - 20	OCT 23 - 27	OCT 30 - 31	Average	Average
						or Total	or Total

CHEESE

MIDWEST COMMODITY CHEDDAR

-- Cheddar Barrel s	:: 1.0300 - 1.1550	:: 0.9900 - 1.0400	:: 0.9975 - 1.0125	:: 1.0000 - 1.0150	:: 1.0000 - 1.0150	:: 1.0286	:: 1.2799
-- Cheddar 40# Blocks	:: 1.0850 - 1.2675	:: 1.0500 - 1.1350	:: 1.0425 - 1.1000	:: 1.0200 - 1.0900	:: 1.0200 - 1.0750	:: 1.0942	:: 1.3399

WISCONSIN (WSP, Delivered, LTL)

-- Process American 5# Loaf	:: 1.3550 - 1.6000	:: 1.2250 - 1.6000	:: 1.1975 - 1.6000	:: 1.2000 - 1.6000	:: 1.2000 - 1.6000	:: 1.4205	:: 1.7464
-- Brick And/Or Muenster 5#	:: 1.6300 - 1.7725	:: 1.6300 - 1.6400	:: 1.6050 - 1.6300	:: 1.5950 - 1.6300	:: 1.5750 - 1.6300	:: 1.6382	:: 1.9400
-- Cheddar 40# Block	:: 1.5825 - 2.1150	:: 1.4500 - 2.1150	:: 1.4150 - 2.1150	:: 1.4050 - 2.1150	:: 1.3850 - 2.1150	:: 1.7857	:: 1.9163
-- Monterey Jack 10#	:: 1.8000 - 2.1150	:: 1.6675 - 2.1150	:: 1.6325 - 2.1150	:: 1.6225 - 2.1150	:: 1.6025 - 2.1150	:: 1.8944	:: 2.0425
-- Blue 5#	:: 1.9175 - 2.2000	:: 1.7850 - 2.2000	:: 1.7500 - 2.2000	:: 1.7400 - 2.2000	:: 1.7200 - 2.2000	:: 1.9957	:: 2.2975
-- Mozzarella 5 - 6#	:: 1.6475 - 2.2150	:: 1.5150 - 2.2150	:: 1.4800 - 2.2150	:: 1.4700 - 2.2150	:: 1.4500 - 2.2150	:: 1.8682	:: 2.0013
-- Grade A Swiss Outs 6 - 9#	:: 2.0000 - 2.6850	:: 2.0000 - 2.6850	:: 2.0000 - 2.6850	:: 2.0000 - 2.6850	:: 2.0000 - 2.6850	:: 2.3425	:: 2.6040

NORTHEAST (WSP, Delivered, LTL)

-- Cheddar 10# Prints	:: 1.2575 - 1.7250	:: 1.1250 - 1.5925	:: 1.0900 - 1.5575	:: 1.0800 - 1.5475	:: 1.0600 - 1.5275	:: 1.3651	:: 1.6199
-- Cheddar Single Dai sies	:: 1.2150 - 1.6750	:: 1.0825 - 1.5425	:: 1.0475 - 1.5075	:: 1.0375 - 1.4975	:: 1.0175 - 1.4775	:: 1.3188	:: 1.5849
-- Cheddar 40# Block	:: 1.3575 - 1.5350	:: 1.2250 - 1.4025	:: 1.1900 - 1.3675	:: 1.1800 - 1.3575	:: 1.1600 - 1.3375	:: 1.3201	:: 1.5886
-- Process 5# Loaf	:: 1.3650 - 1.5400	:: 1.2350 - 1.4100	:: 1.2075 - 1.3825	:: 1.2100 - 1.3850	:: 1.2100 - 1.3850	:: 1.3386	:: 1.6066
-- Process 5# Sliced	:: 1.3850 - 1.6425	:: 1.2550 - 1.5125	:: 1.2275 - 1.4850	:: 1.2300 - 1.4875	:: 1.2300 - 1.4875	:: 1.3998	:: 1.6629
-- Muenster	:: 1.4175 - 1.6250	:: 1.2850 - 1.4925	:: 1.2500 - 1.4575	:: 1.2400 - 1.4475	:: 1.2200 - 1.4275	:: 1.3951	:: 1.7086
-- Grade A Swiss Outs 10 - 14#	:: 2.3500 - 2.5500	:: 2.3500 - 2.5500	:: 2.3500 - 2.5500	:: 2.3500 - 2.5500	:: 2.3500 - 2.5500	:: 2.4500	:: 2.4500

WEST COAST (WSP, Delivered, LTL)

-- Process 5# Loaf	:: 1.3075 - 1.5675	:: 1.1775 - 1.4375	:: 1.1500 - 1.4100	:: 1.1525 - 1.4125	:: 1.1525 - 1.4125	:: 1.3236	:: 1.5976
-- Cheddar 40# Block	:: 1.3425 - 1.4825	:: 1.2100 - 1.3500	:: 1.1750 - 1.3150	:: 1.1650 - 1.3050	:: 1.1450 - 1.2850	:: 1.2863	:: 1.5475
-- Cheddar 10# Outs	:: 1.5225 - 1.7425	:: 1.3900 - 1.6100	:: 1.3550 - 1.5750	:: 1.3450 - 1.5650	:: 1.3250 - 1.5450	:: 1.5063	:: 1.7675
-- Monterey Jack 10#	:: 1.5325 - 1.6925	:: 1.4000 - 1.5600	:: 1.3650 - 1.5250	:: 1.3550 - 1.5150	:: 1.3350 - 1.4950	:: 1.4863	:: 1.7525
-- Grade A Swiss Outs 6 - 9#	:: 2.2500 - 2.4900	:: 2.3000 - 2.5400	:: 2.3000 - 2.5400	:: 2.3000 - 2.5400	:: 2.3000 - 2.5400	:: 2.4081	:: 2.4450

FLUID AND DRY PRODUCTS

SPOT PRICES OF CLASS II CREAM (\$ per lb. butterfat)

-- Northeast - f.o.b	:: 1.5244 - 1.7016	:: 1.4762 - 1.6146	:: 1.4582 - 1.5949	:: 1.4863 - 1.6006	:: 1.4624 - 1.6000	:: 1.5552	:: 1.4971
-- Atlanta - delivered	:: 1.5362 - 1.7016	:: 1.4878 - 1.6146	:: 1.4582 - 1.5949	:: 1.4749 - 1.6006	:: 1.4738 - 1.6000	:: 1.5569	:: 1.5027
-- Upper Midwest - f.o.b	:: 1.5835 - 1.7016	:: 1.5454 - 1.6262	:: 1.5151 - 1.5835	:: 1.5092 - 1.5892	:: 1.5081 - 1.6109	:: 1.5794	:: 1.5035

PRICES OF CLASS III CONDENSED SKIM (\$ per lb. wet solids)

-- Northeast - f.o.b	:: 1.0600 - 1.1400	:: 1.0700 - 1.1400	:: 1.0700 - 1.1500	:: 1.0700 - 1.1500	:: 1.0700 - 1.1500	:: 1.1067	:: 1.3900
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SPOT PRICES OF CLASS III CONDENSED SKIM (\$ per lb. wet solids)

-- Northeast - f.o.b	:: 0.8900 - 1.0100	:: 0.8900 - 1.0000	:: 0.8900 - 1.0100	:: 0.8900 - 1.0100	:: 0.8900 - 1.0100	:: 0.9490	:: 1.2740
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WISCONSIN FLUID MILK SHIPMENTS

-- Loads Shipped from Wisconsin							
Shipping Points	:: 21	:: 21	:: 21	:: 21	:: 21	:: 105	:: 143

NATIONAL EVAPORATED MILK (\$ per Case)

(Case - 48 - 12 fluid oz cans)							
-- Delivered Major U.S. Cities	:: 20.0000 - 33.0000	:: 20.0000 - 33.0000	:: 20.0000 - 33.0000	:: 20.0000 - 33.0000	:: 20.0000 - 33.0000	:: 26.5000	:: 28.8400

MONTHLY SUMMARY AND AVERAGES FOR OCTOBER 2000 1/ - (UNLESS OTHERWISE NOTED, PRICES ARE DOLLARS PER POUND, CL/TL)

COMMODITY	: REPORT NUMBER 40 :		: REPORT NUMBER 41 :		: REPORT NUMBER 42 :		: REPORT NUMBER 43 :		: REPORT NUMBER 44 :		2000	1999
	: OCT 02 - 06 :		: OCT 09 - 13 :		: OCT 16 - 20 :		: OCT 23 - 27 :		: OCT 30 - 31 :		Average	Average
	: or Total :		: or Total :		: or Total :		: or Total :		: or Total :		or Total	or Total
<b>DRY PRODUCTS</b>												
<b>NONFAT DRY MILK</b>												
-- Central (f.o.b.)												
-- Low/Medium Heat	:: 1.0100 - 1.0400 ::	:: 0.9925 - 1.0400 ::	:: 1.0100 - 1.0400 ::	:: 1.0100 - 1.0400 ::	:: 1.0100 - 1.0400 ::	:: 1.0100 - 1.0400 ::	:: 1.0100 - 1.0400 ::	:: 1.0233			:: 1.0451	
-- Mostly	:: 1.0150 - 1.0250 ::	:: 1.0150 - 1.0250 ::	:: 1.0150 - 1.0250 ::	:: 1.0150 - 1.0250 ::	:: 1.0150 - 1.0250 ::	:: 1.0150 - 1.0250 ::	:: 1.0150 - 1.0250 ::	:: 1.0200			:: 1.0425	
-- West (f.o.b.)												
-- Low/Medium Heat	:: 0.9900 - 1.0225 ::	:: 0.9900 - 1.0225 ::	:: 0.9900 - 1.0225 ::	:: 0.9900 - 1.0225 ::	:: 0.9900 - 1.0225 ::	:: 0.9900 - 1.0225 ::	:: 0.9900 - 1.0225 ::	:: 1.0063			:: 1.0175	
-- Mostly	:: 1.0000 - 1.0150 ::	:: 1.0000 - 1.0150 ::	:: 1.0000 - 1.0150 ::	:: 1.0000 - 1.0150 ::	:: 1.0000 - 1.0150 ::	:: 1.0000 - 1.0150 ::	:: 1.0000 - 1.0150 ::	:: 1.0075			:: 1.0175	
-- High Heat	:: 1.0200 - 1.0750 ::	:: 1.0200 - 1.0750 ::	:: 1.0300 - 1.0750 ::	:: 1.0300 - 1.0750 ::	:: 1.0300 - 1.0750 ::	:: 1.0300 - 1.0750 ::	:: 1.0300 - 1.0750 ::	:: 1.0504			:: 1.0411	
-- Northeast (f.o.b.)												
-- Low/Medium Heat	:: 1.0400 - 1.0800 ::	:: 1.0400 - 1.0800 ::	:: 1.0400 - 1.0800 ::	:: 1.0400 - 1.0800 ::	:: 1.0500 - 1.0800 ::	:: 1.0500 - 1.0800 ::	:: 1.0500 - 1.0800 ::	:: 1.0617			:: 1.0531	
-- Mostly	:: 1.0400 - 1.0450 ::	:: 1.0400 - 1.0450 ::	:: 1.0400 - 1.0450 ::	:: 1.0400 - 1.0450 ::	:: 1.0600 - 1.0650 ::	:: 1.0600 - 1.0650 ::	:: 1.0600 - 1.0650 ::	:: 1.0492			:: 1.0488	
-- High Heat	:: 1.0900 - 1.1000 ::	:: 1.0900 - 1.1000 ::	:: 1.0900 - 1.1000 ::	:: 1.0900 - 1.1000 ::	:: 1.1000 - 1.1150 ::	:: 1.1000 - 1.1150 ::	:: 1.1000 - 1.1150 ::	:: 1.0992			:: 1.0950	
-- Mostly	:: 1.0900 - 1.0950 ::	:: 1.0900 - 1.0950 ::	:: 1.0900 - 1.0950 ::	:: 1.1100 - 1.1150 ::	:: 1.1100 - 1.1150 ::	:: 1.1100 - 1.1150 ::	:: 1.1100 - 1.1150 ::	:: 1.0992			:: 1.0850	
-- Southeast (Delvd)												
-- Extra & Grade A	:: 1.0400 - 1.1100 ::	:: 1.0400 - 1.1100 ::	:: 1.0400 - 1.1100 ::	:: 1.0400 - 1.1350 ::	:: 1.0400 - 1.1350 ::	:: 1.0400 - 1.1350 ::	:: 1.0400 - 1.1350 ::	:: 1.0792			:: 1.0938	
<b>WHEY POWDER (Nonhygroscopic)</b>												
-- Central (f.o.b.)												
-- Mostly	:: 0.1600 - 0.1950 ::	:: 0.1700 - 0.1850 ::	:: 0.1750 - 0.1850 ::	:: 0.1750 - 0.2000 ::	:: 0.1800 - 0.2000 ::	:: 0.1800 - 0.2000 ::	:: 0.1800 - 0.2000 ::	:: 0.1817			:: 0.1938	
-- West (f.o.b.)												
-- Mostly	:: 0.1700 - 0.1800 ::	:: 0.1700 - 0.1800 ::	:: 0.1775 - 0.1825 ::	:: 0.1800 - 0.1850 ::	:: 0.1850 - 0.1900 ::	:: 0.1850 - 0.1900 ::	:: 0.1850 - 0.1900 ::	:: 0.1792			:: 0.1930	
-- Northeast Extra Grade (f.o.b.)												
-- Mostly	:: 0.1800 - 0.1875 ::	:: 0.1800 - 0.1875 ::	:: 0.1800 - 0.1875 ::	:: 0.1800 - 0.1875 ::	:: 0.1800 - 0.1875 ::	:: 0.1800 - 0.1875 ::	:: 0.1800 - 0.1875 ::	:: 0.1838			:: 0.1989	
-- Northeast Usph Grade A (f.o.b.)												
-- Mostly	:: 0.1800 - 0.1950 ::	:: 0.1800 - 0.1950 ::	:: 0.1800 - 0.1950 ::	:: 0.1825 - 0.1950 ::	:: 0.1875 - 0.2000 ::	:: 0.1875 - 0.2000 ::	:: 0.1875 - 0.2000 ::	:: 0.1884			:: 0.1963	
-- Southeast Extra Grade (Delvd)												
-- Mostly	:: 0.1850 - 0.2050 ::	:: 0.1850 - 0.2050 ::	:: 0.1900 - 0.2050 ::	:: 0.1900 - 0.2050 ::	:: 0.1950 - 0.2050 ::	:: 0.1950 - 0.2050 ::	:: 0.1950 - 0.2050 ::	:: 0.1967			:: 0.2243	
-- Mostly	:: 0.2100 - 0.2250 ::	:: 0.2100 - 0.2250 ::	:: 0.2100 - 0.2250 ::	:: 0.2150 - 0.2250 ::	:: 0.2200 - 0.2250 ::	:: 0.2200 - 0.2250 ::	:: 0.2200 - 0.2250 ::	:: 0.2186			:: 0.2263	
<b>WHEY PROTEIN CONCENTRATE</b>												
-- Central And West (f.o.b.)												
-- Extra Grade 34% Protein	:: 0.7000 - 0.7725 ::	:: 0.7000 - 0.7725 ::	:: 0.7000 - 0.7525 ::	:: 0.7000 - 0.7625 ::	:: 0.7125 - 0.7625 ::	:: 0.7125 - 0.7625 ::	:: 0.7125 - 0.7625 ::	:: 0.7328			:: 0.4445	
-- Mostly	:: 0.7325 - 0.7425 ::	:: 0.7275 - 0.7375 ::	:: 0.7275 - 0.7375 ::	:: 0.7275 - 0.7375 ::	:: 0.7275 - 0.7375 ::	:: 0.7275 - 0.7375 ::	:: 0.7275 - 0.7375 ::	:: 0.7337			:: 0.4450	
<b>ANIMAL FEED - WHEY</b>												
-- Central (f.o.b.)												
-- Milk Replacer	:: 0.1400 - 0.1550 ::	:: 0.1400 - 0.1550 ::	:: 0.1450 - 0.1650 ::	:: 0.1450 - 0.1650 ::	:: 0.1450 - 0.1650 ::	:: 0.1450 - 0.1650 ::	:: 0.1450 - 0.1650 ::	:: 0.1518			:: 0.1612	
-- Roller Ground	:: 0.1600 - 0.1850 ::	:: 0.1600 - 0.1825 ::	:: 0.1600 - 0.1825 ::	:: 0.1650 - 0.1850 ::	:: 0.1675 - 0.1875 ::	:: 0.1675 - 0.1875 ::	:: 0.1675 - 0.1875 ::	:: 0.1730			:: 0.1931	
-- Dextrose	:: 0.3750 - 0.4000 ::	:: 0.3750 - 0.4000 ::	:: 0.3750 - 0.4000 ::	:: 0.3750 - 0.4000 ::	:: 0.3750 - 0.4000 ::	:: 0.3750 - 0.4000 ::	:: 0.3750 - 0.4000 ::	:: 0.3875			:: 0.2875	
<b>BUTTERMILK (Min. 30% protein)</b>												
-- Central (f.o.b.)												
-- Mostly	:: 0.9825 - 1.0200 ::	:: 0.9825 - 1.0300 ::	:: 0.9825 - 1.0300 ::	:: 0.9825 - 1.0300 ::	:: 0.9825 - 1.0300 ::	:: 0.9825 - 1.0300 ::	:: 0.9825 - 1.0300 ::	:: 1.0051			:: 0.8135	
-- West (f.o.b.)												
-- Mostly	:: 0.9400 - 0.9800 ::	:: 0.9400 - 0.9900 ::	:: 0.9400 - 0.9900 ::	:: 0.9500 - 0.9900 ::	:: 0.9500 - 0.9900 ::	:: 0.9500 - 0.9900 ::	:: 0.9500 - 0.9900 ::	:: 0.9655			:: 0.7500	
-- Northeast (f.o.b.)												
-- Mostly	:: 0.9400 - 0.9600 ::	:: 0.9400 - 0.9600 ::	:: 0.9400 - 0.9600 ::	:: 0.9500 - 0.9700 ::	:: 0.9500 - 0.9700 ::	:: 0.9500 - 0.9700 ::	:: 0.9500 - 0.9700 ::	:: 0.9533			:: 0.7388	
-- Southeast (Delvd)												
-- Mostly	:: 0.9600 - 0.9800 ::	:: 0.9600 - 0.9800 ::	:: 0.9600 - 0.9800 ::	:: 0.9700 - 0.9800 ::	:: 0.9700 - 0.9800 ::	:: 0.9700 - 0.9800 ::	:: 0.9700 - 0.9800 ::	:: 0.9717			:: 0.8225	
-- Mostly	:: 0.9700 - 1.0000 ::	:: 0.9700 - 1.0000 ::	:: 0.9700 - 1.0000 ::	:: 0.9700 - 1.0000 ::	:: 0.9700 - 1.0000 ::	:: 0.9700 - 1.0000 ::	:: 0.9700 - 1.0000 ::	:: 0.9850			:: 0.8325	
<b>WHOLE MILK POWDER</b>												
-- National												
-- National (f.o.b.)	:: 1.2075 - 1.3200 ::	:: 1.2075 - 1.3200 ::	:: 1.2075 - 1.3200 ::	:: 1.2075 - 1.3200 ::	:: 1.2075 - 1.3200 ::	:: 1.2075 - 1.3200 ::	:: 1.2075 - 1.3200 ::	:: 1.2638			:: 1.5236	
<b>LACTOSE</b>												
-- Central And West (f.o.b.)												
-- Mostly	:: 0.1450 - 0.2100 ::	:: 0.1450 - 0.2100 ::	:: 0.1450 - 0.2100 ::	:: 0.1450 - 0.2100 ::	:: 0.1450 - 0.2100 ::	:: 0.1450 - 0.2100 ::	:: 0.1450 - 0.2100 ::	:: 0.1775			:: 0.2010	
-- Mostly	:: 0.1600 - 0.1700 ::	:: 0.1600 - 0.1700 ::	:: 0.1600 - 0.1700 ::	:: 0.1600 - 0.1700 ::	:: 0.1600 - 0.1700 ::	:: 0.1600 - 0.1700 ::	:: 0.1600 - 0.1700 ::	:: 0.1650			:: 0.1948	
<b>CASEIN - Edible - National (f.o.b.)</b>												
-- Nonrestricted - Rennet												
-- Nonrestricted - Acid	:: 2.2500 - 2.3500 ::	:: 2.2500 - 2.3500 ::	:: 2.2500 - 2.3500 ::	:: 2.2500 - 2.3500 ::	:: 2.2500 - 2.3500 ::	:: 2.2500 - 2.3500 ::	:: 2.2500 - 2.3500 ::	:: 2.3024			:: 1.8250	
-- Nonrestricted - Acid	:: 2.3000 - 2.4500 ::	:: 2.3000 - 2.4500 ::	:: 2.3000 - 2.4500 ::	:: 2.3000 - 2.4500 ::	:: 2.3000 - 2.4500 ::	:: 2.3000 - 2.4500 ::	:: 2.3000 - 2.4500 ::	:: 2.3750			:: 1.8400	

1/ Prices for all products are issued once a week and represent a value for the entire week. Monthly averages are based on weekly prices and are time-weighted according to the number of workdays in the month - Saturdays, Sundays and National Holidays excluded. No monthly average is computed if one or more weekly prices are missing.

CHICAGO MERCANTILE EXCHANGE AVERAGES FOR OCTOBER 2000

COMMODITY	REPORT NUMBER 40: OCT 2 - 6	REPORT NUMBER 41: OCT 9 - 13	REPORT NUMBER 42: OCT 16 - 20	REPORT NUMBER 43: OCT 23 - 27	REPORT NUMBER 44: OCT 30 - 31	2000 * Average	1999 * Average
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BUTTER\*

-- GRADE AA							
--Monday	1.1500	1.1375	1.1450	1.1425	1.1650		
--Tuesday							
--Wednesday	1.1700	1.1350	1.1450	1.1425			
--Thursday							
--Friday	1.1400	1.1450	1.1400	1.1425		1.1462	1.0913
--Weekly Average**	1.1533	1.1392	1.1433	1.1425			

CHEESE\*

-- BARRELS							
--Monday	1.0300	1.0100	1.0000	1.0000	1.0000		
--Tuesday	1.0300	0.9900	1.0000	1.0000	1.0000		
--Wednesday	1.0300	0.9925	1.0000	1.0000			
--Thursday	1.0275	0.9950	1.0000	1.0000			
--Friday	1.0100	1.0000	1.0000	1.0000		1.0052	1.2656
--Weekly Average**	1.0255	0.9975	1.0000	1.0000			

-- 40# BLOCKS							
--Monday	1.1100	1.0575	1.0450	1.0200	1.0200		
--Tuesday	1.0900	1.0550	1.0450	1.0200	1.0200		
--Wednesday	1.0850	1.0500	1.0425	1.0200			
--Thursday	1.0825	1.0450	1.0450	1.0200			
--Friday	1.0600	1.0450	1.0200	1.0200		1.0463	1.3031
--Weekly Average**	1.0855	1.0505	1.0395	1.0200			

NONFAT DRY MILK\*

-- EXTRA GRADE							
--Monday	1.0300	1.0300	1.0300	1.0300	1.0300		
--Tuesday	1.0300	1.0300	1.0300	1.0300	1.0300		
--Wednesday	1.0300	1.0300	1.0300	1.0300			
--Thursday	1.0300	1.0300	1.0300	1.0300			
--Friday	1.0300	1.0300	1.0300	1.0300		1.0300	1.0300
--Weekly Average**	1.0300	1.0300	1.0300	1.0300			

-- GRADE A							
--Monday	1.0300	1.0300	1.0300	1.0300	1.0300		
--Tuesday	1.0300	1.0300	1.0300	1.0300	1.0300		
--Wednesday	1.0300	1.0300	1.0300	1.0300			
--Thursday	1.0300	1.0300	1.0300	1.0300			
--Friday	1.0300	1.0300	1.0300	1.0300		1.0300	1.0300
--Weekly Average**	1.0300	1.0300	1.0300	1.0300			

\* Monthly averages are a simple average of all the closes during the month. Weekly and monthly averages are independent calculations.

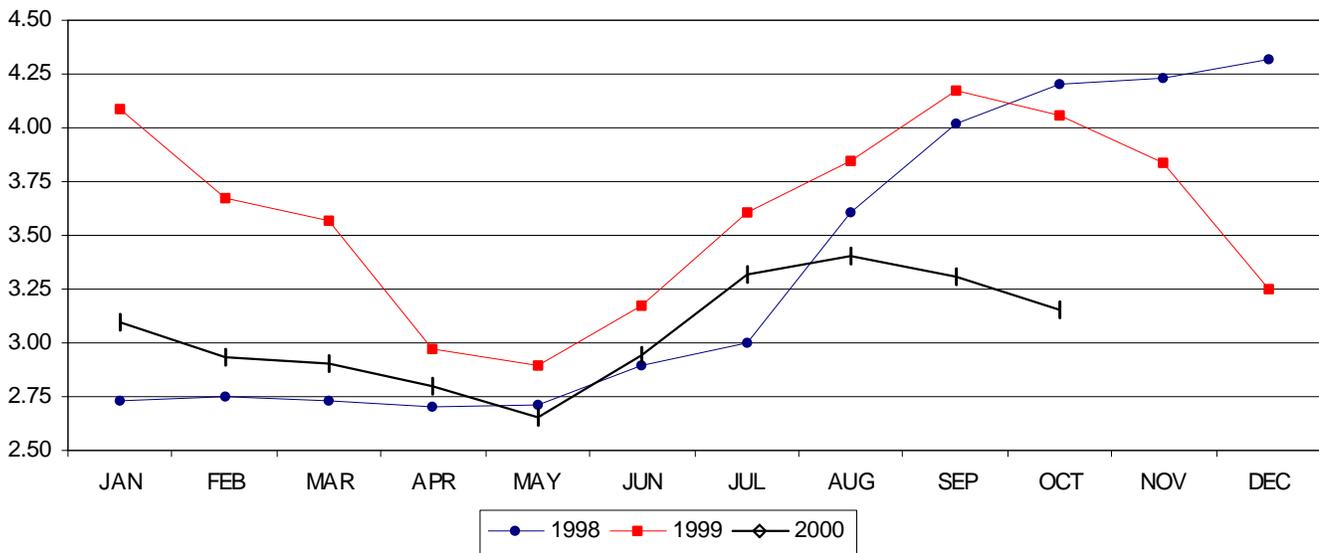
\*\* Weekly averages are simple averages of the closes during the calendar week and are for information purposes. Should the week be split between two months, the weekly average will appear in the monthly report in which the Friday close is reported.

**O C T O B E R 2000 DEIP BID ACCEPTANCES**

ACCEPTANCE DATE	DESTINATION	QUANTITY (MT)	DEL. PERIOD	BONUS/MT
<b>NONFAT DRY MILK</b>				
JULY - SEPTEMBER 2000		12,750		
OCTOBER 1 - 31, 2000		0		
<b>CHEESE</b>				
JULY - SEPTEMBER 2000		3,030*		
OCTOBER 1 - 31, 2000		0		
C-CHEDDAR, G-GOUDA, M-MOZZARELLA, P-PROCESSED AMERICAN, CC-CREAM CHEESE, MJ-MONTEREY JACK, V - VARIETAL				
<b>BUTTERFAT</b>				
JULY - SEPTEMBER 2000		0		
OCTOBER 1 - 31, 2000		0		
A-ANHYDROUS MILKFAT, B-BUTTER				
<b>TOTAL MT</b>				<b>PROGRAM TO DATE</b>
<b>TOTAL BONUS VALUE</b>				15,780
				\$5,692.000

Exporters of U.S. milk powder, butterfat and cheddar cheese are aided under the Dairy Export Incentive Program (DEIP), created by Food Security Act of 1985 and extended by the Food, Agriculture, Conservation, and Trade Act of 1990. Export sales are facilitated through payment of bonuses by the U.S. Department of Agriculture's Commodity Credit Corporation. Sales of dairy products will be made through normal commercial channels at competitive world prices. For further information call L.T. McElvain (202) 720-6211. Conversion: 1 metric ton (MT) = 2,204.6 pounds. **SOURCE: FOREIGN AGRICULTURAL SERVICE**  
 \* Program year allocations are filled

**Milk Feed Price Ratio**



## OCTOBER AGRICULTURAL PRICES HIGHLIGHTS

The index of prices paid by farmers for commodities and services, interest, taxes, and wage rates in October 2000 advanced 1 point at 121. Compared with October 1999, the index was up 5 points (4.3 percent). The index of prices received by farmers for dairy products declined 2 points during the month of October 2000 to 96. Compared with October 1999, the index was down 18 points (15.8 percent).

Prices received by farmers in October with changes from September were: for All Milk, \$12.60 per hundredweight (cwt.), down \$.20; for Fluid Grade Milk, \$12.60 per cwt., down \$.30; and for Manufacturing Grade Milk, \$10.70 per cwt., down \$.50.

## SELECTED MILK PRICES, COWS AND DAIRY FEED PRICES, SELECTED STATES AND U.S., OCTOBER 2000 WITH COMPARISONS

STATE	All-milk price 1/ 3/				Milk cows 5/		Cows 6/		All hay baled 7/	
	Dollars per cwt.		Dollars per cwt.		Dollars per head		Dollars per cwt.		Dollars per ton	
	SEPTEMBER		OCTOBER		OCTOBER		OCTOBER		OCTOBER	
	2000	1999 2/	2000 4/	1999 2/	2000 4/	1999 2/	2000 7/	1999 8/	2000	1999
CA	11.99	14.32	11.60	13.61	1,480	1,470	34.00	33.00	93.00	84.00
ID	11.30	14.90	11.00	12.50	1,420	1,450	33.40	32.50	99.00	84.00
MI	13.20	15.90	13.20	16.30	1,370	1,400	36.50	35.90	63.00	78.00
MN	12.80	16.34	12.30	13.93	1,260	1,360	37.50	35.80	58.00	62.00
NY	13.90	15.90	13.70	15.70	1,250	1,250	---	---	120.00	120.00
OH	13.10	15.70	12.90	16.00	1,340	1,300	36.00	33.80	85.00	110.00
PA	14.20	16.50	14.00	16.80	1,350	1,380	37.30	35.30	109.00	137.00
TX	13.70	16.60	13.50	16.20	1,400	1,430	33.20	31.80	73.00	68.00
WA	12.80	15.70	12.50	15.10	1,375	1,400	---	---	105.00	100.00
WI	12.40	16.64	12.10	13.76	1,270	1,420	36.10	36.10	40.00	48.00
U.S.	12.80	15.70	12.60	14.90	1,350	1,380	35.70	33.80	85.20	76.10

1/ Prices are shown at reported butterfat test. 2/ Partially revised. 3/ Before deductions for hauling. Includes quality, quantity, and other premiums. Excludes hauling subsidies. 4/ Preliminary. 5/ Animals sold for dairy herd replacement only. 6/ Beef cows and cull dairy cows sold for slaughter. 7/ Mid-month price. 8/ Entire month.

## MILK AND OTHER GENERAL PRICE MEASURES, U.S., OCTOBER 2000 WITH COMPARISONS

ITEM	OCTOBER 1999	SEPTEMBER 2000 2/	OCTOBER 2000 3/
<b>PRICES RECEIVED BY FARMERS</b> , dol. per cwt., at reported butterfat test:			
All milk	14.90	12.80	12.60
Fluid grade milk	15.00	12.90	12.60
Manufacturing grade milk	12.70	11.20	10.70
<b>INDEX NUMBERS</b> (1990-92=100):			
Prices received by farmers for all farm products	91	98	92
Prices received by farmers for dairy products	114	98	96
Prices paid by farmers for commodities and services, interest taxes, and wage rates	116	120	121
Prices paid by farmers for production items	112	116	117
Prices paid by farmers for feed	97	98	102
<b>MILK FEED PRICE RATIO:</b> Pounds of 16% Mixed Dairy Feed equal in value to one pound of milk 3/	3.96	3.31	3.15

1/ Partially revised. 2/ Preliminary. 3/ For this data series, the price of the commercial prepared feed is based on current U.S. prices received for corn, soybeans, and alfalfa hay.

**SOURCE:** "Agricultural Prices," Pr 1 (10/00), Agricultural Statistics Board, National Agricultural Statistics Service, USDA.

**MAILBOX MILK PRICES FOR SELECTED FEDERAL MILK ORDERS AND CALIFORNIA,  
MAY 2000, WITH COMPARISONS**

In May 2000, mailbox milk prices reported for selected Federal milk orders averaged \$11.84 per cwt., \$.018 more than the revised figure for the previous month. Compared to May 1999, mailbox milk prices decreased \$0.54 per cwt. on the average.

**Editor's Note:** The development of additional mailbox prices for sub-order areas is being developed. Also, information for the Southeast order has been revised for January-April. See table and “\*”.

Federal milk order <u>1/</u>	Mailbox Milk Price <u>2/</u>		
	May 1999	April 2000	May 2000
	<u>Dollars per hundredweight</u>		
Northeast <u>3/</u>	12.38	11.85	12.24
Mideast	12.66	12.03	12.24
Appalachian	13.40	12.98	13.26
Southeast	12.87	12.25*	12.52
Florida	15.06	14.95	15.25
Southeastern Average <u>4/</u>	13.51	12.99*	13.27
Upper Midwest	12.21	11.12	11.10
Central	12.01	11.06	11.02
Southwest	12.07	11.49	11.73
Western	11.34	10.08	10.13
Pacific Northwest	12.10	11.37	11.68
Mountain Average <u>4/</u>	11.79	10.87	11.00
All-Market Average <u>4/</u>	12.38	11.66*	11.84
California <u>5/</u>	12.26	11.03	11.03

1/ Federal milk orders for which information could be released. Previous year figures are the weighted average of the prices for the orders that were consolidated. 2/ Net pay price received by dairy farmers marketing milk to handlers regulated under the Federal milk orders. Includes all payments received for milk sold and all costs associated with marketing the milk. Price is a weighted average for the market and is reported at the market average butterfat test. 3/ Includes the value of Northeast Dairy Compact over-order payments received by qualified producers. These over-order producer prices were: May 1999, \$0.82; Apr. 2000, \$1.11; May 2000, \$0.92. 4/ Weighted average of the information for the orders listed in the region or for all selected orders combined. 5/ Calculated by California Department of Food and Agriculture, and published in “California Dairy Information Bulletin.”

\*Revised. The revised figures for January-March are:

<u>Order</u>	<u>January</u>	<u>February</u>	<u>March</u>
Southeast	12.55	12.34	12.27
Southeast Average	13.16	12.99	12.96
All-Market Average	11.92	11.70	11.72

CCC PURCHASES OF DAIRY PRODUCTS

	FOR THE WEEK OF OCTOBER 30 - NOVEMBER 3			CUMULATIVE TOTALS		UNCOMMITTED INVENTORIES	
	TOTAL PURCHASES	CONTRACT ADJUSTMENTS	ADJUSTED PURCHASES	SINCE 10/01/00	SAME PERIOD LAST YEAR	PERIOD ENDING 10/27/00	SAME PERIOD LAST YEAR
<b>BUTTER</b>							
Bulk	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Packaged	-0-	-0-	-0-	-0-	-0-	-0-	-0-
<b>TOTAL</b>	-0-	-0-	-0-	-0-	-0-	-0-	-0-
<b>CHEESE</b>							
Block	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Barrel	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Process	-0-	-0-	-0-	396,000	-0-	-0-	-0-
<b>TOTAL</b>	-0-	-0-	-0-	-0-	-0-	-0-	-0-
<b>NONFAT DRY MILK</b>							
Nonfortified	7,594,834	966,236	6,628,598	37,238,069	5,771,521	-0-	-0-
Fortified	2,095,139	-0-	2,095,139	7,431,075	644,733	-0-	-0-
<b>TOTAL</b>	9,689,973	966,236	8,723,737	44,669,144	6,416,254	-0-	-0-

MILK EQUIVALENT, MILKFAT AND SKIM SOLIDS BASIS, OF ADJUSTED PURCHASES (MILLION POUNDS)

	MILKFAT* BASIS	SKIM** SOLIDS	MILKFAT* BASIS	SKIM** SOLIDS
WEEK OF OCTOBER 30 - NOVEMBER 3, 2000 =	1.9	101.5	COMPARABLE WEEK IN 1999 =	0.2
CUMULATIVE SINCE OCTOBER 1, 2000 =	13.5	523.8	CUMULATIVE SAME PERIOD LAST YEAR =	1.4
CUMULATIVE JANUARY 1 - NOVEMBER 3, 2000 =	174.2	5,702.9	COMPARABLE CALENDAR YEAR 1999 =	42.3

\* Factors used for Milkfat Solids Basis: Butter times 21.80; Cheese times 9.23; and Nonfat Dry Milk times 0.22

\*\*Factors used for Skim Solids Basis: Butter times 0.12; Cheese times 9.90; and Nonfat Dry Milk times 11.64

CCC ADJUSTED PURCHASES FOR THE WEEK OF OCTOBER 30 - NOVEMBER 3, 2000 (POUNDS)

REGION	BUTTER			CHEESE			NONFAT DRY MILK	
	BULK	PACKAGED	UNSALTED	BLOCK	BARREL	PROCESS	NONFORTIFIED	FORTIFIED
MI DWEST	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
WEST	-0-	-0-	-0-	-0-	-0-	-0-	6,628,598	2,095,139
EAST	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-

CCC ADJUSTED PURCHASES SINCE 10/1/00 AND SAME PERIOD LAST YEAR (POUNDS) AND MILK EQUIVALENT AS A PERCENT OF TOTAL

REGION	BUTTER		CHEESE		NONFAT DRY MILK		MILK EQUIVALENT	
	2000/01	1999/00	2000/01	1999/00	2000/01	1999/00	2000/01	1999/00
MI DWEST	-0-	-0-	396,000	-0-	955,886	-0-	28.7	0.0
WEST	-0-	-0-	-0-	-0-	43,713,258	6,416,254	71.3	100.0
EAST	-0-	-0-	-0-	-0-	-0-	-0-	0.0	0.0
<b>TOTAL</b>	-0-	-0-	396,000	-0-	44,669,144	6,416,254	100.0	100.0

SUPPORT PURCHASE PRICES FOR DAIRY PRODUCTS PRODUCED ON OR AFTER JULY 31, 2000

MANUFACTURING MILK: Average Test 3.67% - \$9.90 per cwt.; 3.5% - \$9.80

DOLLARS PER POUND

BUTTER: Bulk \$.6680; 1# Prints \$.6980

CHEESE: 40 & 60# Blocks \$1.1220; 500# Barrels \$1.0920; Process American 5# \$1.1745; Process American 2# \$1.2145

NONFAT DRY MILK: Nonfortified \$1.0100; Fortified \$1.0200; Instant \$1.1675

Dairy & Total Cow Slaughter under Federal Inspection, by Regions & U.S., for Week Ending 10/14/00 & Comparable Week 1999 1/ 2/

Regions*	U.S. TOTAL										% DAIRY OF ALL			
	1	2	3	4	5	6	7	8	9	10	WEEK SINCE JAN 1:	WEEK SINCE JAN 1:		
2000-Dairy cows HD (000)	0.2	0.8	6.8	4.5	20.9	2.3	0.9	0.7	11.6	2.5	51.3	2,078.0	47.5	48.7
1999-Dairy cows HD (000)	0.2	1.0	7.2	5.8	18.4	2.5	3.1	0.7	10.1	2.6	51.5	2,043.2	44.2	46.1
2000-All cows HD (000)	0.2	1.0	9.2	13.8	28.9	15.9	13.4	4.6	14.1	6.7	108.0	4,265.8		
1999-All cows HD (000)	0.2	1.2	10.0	14.1	25.8	19.8	20.6	3.8	13.3	7.6	116.5	4,435.4		

SOURCE: The slaughter data are gathered and tabulated in a cooperative effort by the Agricultural Marketing Service, The Food Safety and Inspection Service, and the National Agricultural Statistics Service, all of USDA.

BASIC FORMULA PRICE (BFP), (3.5% BF, \$/CWT, FOR COMPARISON PURPOSES ONLY)

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
1998	13.25	13.32	12.81	12.01	10.88	13.10	14.77	14.99	15.10	16.04	16.84	17.34
1999	16.27	10.27	11.62	11.81	11.26	11.42	13.59	15.79	16.26	11.49	9.79	9.63

FEDERAL MILK ORDER CLASS PRICES FOR 2000 (3.5% BF)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
Class I 1/	10.90	10.71	10.84	10.93	11.48	11.70	12.46	11.95	11.84	11.89	11.82	
Class II	11.43	11.51	11.71	12.10	12.63	13.08	12.58	12.56	12.58	12.54		
Class III	10.05	9.54	9.54	9.41	9.37	9.46	10.66	10.13	10.76	10.02		
Class IV	10.73	10.80	11.00	11.38	11.91	12.38	11.87	11.87	11.94	11.81		

1/ Specific order differentials to be added to this base price are located at: [www.ams.usda.gov/dairy/fmor\\_announce.htm](http://www.ams.usda.gov/dairy/fmor_announce.htm)