May 2020 Highlights

Class Prices: The following are the May 2020 class prices under the Federal milk order pricing system and changes from the previous month: Class II: $12.30 ($-1.57), Class III: $12.14 ($-0.93), and Class IV: $10.67 ($-0.73).

Component Price Information: Under the Federal milk order pricing system, the butterfat price for May 2020 is $1.3756 per pound. Thus, the Class II butterfat price is $1.3826 per pound. The protein and other solids prices for May 2020 are $2.0918 and $0.1882 per pound, respectively. These component prices set the Class III skim milk price at $7.59 per cwt. The May 2020 Class IV skim milk price is $6.07, which is derived from the nonfat solids price of $0.6746 per pound.

Product Price Averages: The product price averages for May 2020 are butter $1.3074, nonfat dry milk $0.8492, cheese $1.2990, and dry whey $0.3818.

### Final Class Prices by Order, May 2020

<table>
<thead>
<tr>
<th>Federal Milk Order Marketing Area ³</th>
<th>Order Number</th>
<th>May 2020</th>
<th>Jun 2020</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>Class I</td>
<td>Class II</td>
</tr>
<tr>
<td></td>
<td></td>
<td>(dollars per cwt)</td>
<td></td>
</tr>
<tr>
<td>Appalachian (Charlotte) *</td>
<td>005</td>
<td>16.35</td>
<td>12.30</td>
</tr>
<tr>
<td>Florida (Tampa) *</td>
<td>006</td>
<td>18.35</td>
<td>12.30</td>
</tr>
<tr>
<td>Southeast (Atlanta) *</td>
<td>007</td>
<td>16.75</td>
<td>12.30</td>
</tr>
<tr>
<td>Central (Kansas City) *</td>
<td>032</td>
<td>14.95</td>
<td>12.30</td>
</tr>
<tr>
<td>Mideast (Cleveland) *</td>
<td>033</td>
<td>14.95</td>
<td>12.30</td>
</tr>
<tr>
<td>California (Los Angeles) *</td>
<td>051</td>
<td>15.05</td>
<td>12.30</td>
</tr>
<tr>
<td>Southwest (Dallas) *</td>
<td>126</td>
<td>15.95</td>
<td>12.30</td>
</tr>
<tr>
<td>Arizona (Phoenix)</td>
<td>131</td>
<td>15.30</td>
<td>12.30</td>
</tr>
<tr>
<td>All Market Average</td>
<td></td>
<td>15.77</td>
<td>12.30</td>
</tr>
</tbody>
</table>

¹ To convert the Class I price per 100 pounds to the Class I price per gallon, divide by 11.63 - the approximate number of gallons in 100 pounds of milk. ² The mandatory $0.20 per cwt processor assessment under the Fluid Milk Promotion Order is not included in the Class I prices shown on this table. ³ Names in parentheses are the major city in the principal pricing point of the markets.

* Marketing Area footnotes on page 2.
Marketing Area Footnotes:
* Class I prices at other cities are:
  - Northeast (Boston): New York City, minus $0.10; Philadelphia, minus $0.20; Baltimore, minus $0.25; Washington, DC, minus $0.25; Appalachian (Charlotte): Knoxville, minus $0.20; Louisville, minus $1.10; Florida (Tampa): Orlando, same; Miami, plus $0.60; Jacksonville, minus $0.40; Southeast (Atlanta): New Orleans, same; Memphis, minus $0.90; Nashville, minus $0.90; Springfield, minus $1.40; Upper Midwest (Chicago): Milwaukee, minus $0.05; Minneapolis, minus $0.10; Central (Kansas City): Des Moines, minus $0.20; Omaha, minus $0.15; Oklahoma City, plus $0.60; St. Louis, same; Denver, plus $0.55; Midwest (Cleveland): Indianapolis, same; Cincinnati, plus $0.20; Pittsburgh, plus $0.10; Detroit, minus $0.20; California (Los Angeles): San Francisco, minus $0.30; Sacramento, minus $0.40; Tulare, minus $0.50; Pacific Northwest (Seattle): Portland, same; Spokane, same; Southwest (Dallas): Houston, plus $0.60; San Antonio, plus $0.45; El Paso, minus $0.75.

Methodology: Final Class Price Report
For milk associated with Federal Milk Marketing orders, product-price formulas are used to set minimum prices as reported in the Announcement of Class and Component Prices publication each month.

The Class and Component Prices are calculated by weighting the sales values and volumes using the most recent four or five weeks (since the last monthly Announcement of Class and Component Prices) from the latest National Dairy Products Sales Report.

Class I Prices for each order are calculated by adding the appropriate class I differential (determined by each order's physical county base location) to the monthly Base Class I Price. Each order's base location and class I differentials are as follows:
- Northeast Order 001 (Boston, MA) $3.25
- Appalachian Order 005 (Charlotte, NC) $3.40
- Florida Order 006 (Tampa, FL) $5.40
- Southeast Order 007 (Atlanta, GA) $3.80
- Upper Midwest Order 030 (Chicago, IL) $1.80
- Central Order 032 (Kansas City, KS) $2.00
- Mideast Order 033 (Cleveland, OH) $2.00
- California Order 051 (Los Angeles, CA) $2.10
- Pacific Northwest Order 124 (Seattle, WA) $1.90
- Southwest Order 126 (Dallas, TX) $3.00
- Arizona Order 131 (Phoenix, AZ) $2.35

The calculation formulas for Classes II, III, and IV can be found at: Price Formulas.

The Class and Component Prices are released generally at 3:00 P.M. EST no later than the 5th of the following month. If the release date does not fall on the 5th, the most current release preceding the 5th will be used in the price calculation. Once monthly average prices have been computed, they are not revised. For more information on product price formulas and a schedule of release dates, please visit the Dairy Mandatory Market Reporting page.

Numerical Formatting: Announced milk prices are per 100 pounds or cwt, rounded to the nearest cent. Component prices are per pound, rounded to nearest one-hundredth cent. Announced product prices and pricing factors are per pound, rounded to the nearest one-hundredth cent. The somatic cell adjustment rate is for every 1,000 cells, rounded to the nearest one-thousandth cent.

Reliability: National Dairy Products Sales Reports are subject to revision for four weeks following the initial weekly report. For enforcement purposes, the information in the National Dairy Products Sales Report is subject to verification for up to two years from the time of submission. The AMS audit staff periodically reviews a company's sales records to ensure accurate reports during onsite verifications. The monthly Announcements of Class and Component Prices are not subject to revision.
Information Contacts

Listed below are the specialists in the Agricultural Marketing Service, Dairy Program, Market Information Branch to contact for additional information. E-mail inquiries may be sent to dpp@usda.gov.

Lorie Warren Cashman  
Chief, Market Information  
(202) 720-4405

Dairy Product Mandatory Reporting Program

Patsy Emmons  
Dairy Products Marketing Specialist, Coordinator  
(202) 720-6491

Jessica Newsome  
Dairy Products Marketing Specialist  
(202) 260-9091

Kerry Siekmann  
Dairy Products Marketing Specialist  
(952) 277-2363

Federal Milk Order Information Program

Kerry Siekmann  
Dairy Products Marketing Specialist, Coordinator  
(952) 277-2363

Randal Stoker  
Dairy Products Marketing Specialist  
(202) 690-1932

For the most current release, visit AMS Dairy Program (Dairy Products Mandatory Reporting Program's page) or Cornell University's Library (National Dairy Products Sales Report page).

To receive e-mail notification for AMS Dairy Program publications, visit Cornell University's Library and follow the instructions.

In accordance with Federal civil rights law and U.S. Department of Agriculture (USDA) civil rights regulations and policies, the USDA, its Agencies, offices, and employees, and institutions participating in or administering USDA programs are prohibited from discriminating based on race, color, national origin, religion, sex, gender identity (including gender expression), sexual orientation, disability, age, marital status, family/parental status, income derived from a public assistance program, political beliefs, or reprisal or retaliation for prior civil rights activity, in any program or activity conducted or funded by USDA (not all bases apply to all programs). Remedies and complaint filing deadlines vary by program or incident. Persons with disabilities who require alternative means of communication for program information (e.g., Braille, large print, audiotape, American Sign Language, etc.) should contact the responsible Agency or USDA’s TARGET Center at (202) 720-2600 (voice and TTY) or contact USDA through the Federal Relay Service at (800) 877-8339. Additionally, program information may be made available in languages other than English. To file a program discrimination complaint, complete the USDA Program Discrimination Complaint Form, AD-3027, found online at How to File a Program Discrimination Complaint and at any USDA office or write a letter addressed to USDA and provide in the letter all of the information requested in the form. To request a copy of the complaint form, call (866) 632-9992. Submit your completed form or letter to USDA by: (1) mail: U.S. Department of Agriculture, Office of the Assistant Secretary for Civil Rights, 1400 Independence Avenue, SW, Washington, D.C. 20250-9410; (2) fax: (202) 690-7442; or (3) email: program.intake@usda.gov.