



**UNITED STATES DEPARTMENT OF AGRICULTURE  
AGRICULTURAL MARKETING SERVICE**

**DAIRY PROGRAMS  
Milk Market Administrator  
Southwest Marketing Area**

**Office Address:**  
1404 Carroll  
Carrollton, TX 75006-7245  
**Phone:** (972) 245-6060  
**Fax:** (972) 245-3211  
**Lab Fax:** (972) 389-0823

**Mailing Address:**  
P O Box 110939  
Carrollton, TX 75011-0939

**Home page:** <http://members.aol.com/fmmo1126>  
**E-mail:** [richard.fleming@usda.gov](mailto:richard.fleming@usda.gov)

August 31, 2001

**ANNOUNCEMENT OF CLASS II, III, IV AND COMPONENT PRICES <sup>1/ 6/</sup>**

	<u>AUGUST 2001</u>
<b>CLASS II PRICE<sup>2/</sup></b> .....	\$ 15.98
Nonfat Solids Price, per lb.....	\$ 0.9111
Butterfat Price, per lb. <sup>3/</sup> .....	\$ 2.3046
<b>CLASS III PRICE<sup>2/</sup></b> .....	\$ 15.55
Skim Milk Price.....	\$ 7.78
Protein Price, per lb.....	\$ 2.2188
Other Solids Price, per lb.....	\$ 0.1535
Butterfat Price, per lb.....	\$ 2.2976
<b>CLASS IV PRICE<sup>2/</sup></b> .....	\$ 15.06
Skim Milk Price.....	\$ 7.27
Nonfat Solids Price, per lb.....	\$ 0.8073
Butterfat Price, per lb.....	\$ 2.2976
<b>SOMATIC CELL ADJ. RATE, per 1,000 SCC</b> .....	\$ 0.00083

**DAIRY PRODUCT AVERAGE PRICE QUOTATIONS**

	<u>AUG 2001</u>	<u>JUL 2001</u>	<u>AUG 2000</u>
<b>NASS WEIGHTED AVERAGE PRICES – FULL MONTH</b>			
CHEDDAR CHEESE, per lb.	\$ 1.6693	\$ 1.6573	\$ 1.1660
BUTTER, per lb.	1.9990	1.9094	1.1520
NONFAT DRY MILK, per lb.	0.9473	0.9634	1.0108
DRY WHEY, per lb.	0.2886	0.2862	0.1929

**REGIONAL MILK PRODUCTION COSTS, JULY 2001 AND AUGUST 2001 <sup>4/</sup>**

<u>REGION</u>	<u>TOTAL CASH EXPENSES</u>		<u>TOTAL ECONOMIC COSTS</u>	
	<u>JUL <sup>5/</sup></u>	<u>AUG</u>	<u>JUL <sup>5/</sup></u>	<u>AUG</u>
NORTHEAST	\$14.97	\$14.55	\$19.95	\$19.54
SOUTHEAST	\$14.71	\$14.36	\$18.37	\$17.99
UPPER MIDWEST	\$13.69	\$13.40	\$18.39	\$18.11
CORN BELT	\$14.59	\$14.26	\$20.50	\$20.18
SOUTHERN PLAINS	\$12.93	\$12.64	\$16.25	\$15.95
PACIFIC	\$9.67	\$9.48	\$11.35	\$11.17

<sup>1/</sup> United States Department of Agriculture, Agricultural Marketing Service. For further information contact John Rourke, 202/720-7461. Prices are dollars per 100 pounds (cwt.) unless otherwise indicated.

<sup>2/</sup> The Class price announced is per hundredweight at 3.5% butterfat.

<sup>3/</sup> The Class II butterfat price for the Southwest Marketing Area is the butterfat price plus \$0.007 (\$0.70 divided by 100).

<sup>4/</sup> United States Department of Agriculture, Economic Research Service. For further information, contact Sara Short, 202/694-5588. Costs are dollars per 100 pounds (cwt.). Regions are defined as: Northeast-New York Pennsylvania, and Vermont; Southeast-Florida and Georgia; Upper Midwest-Michigan, Minnesota, and Wisconsin; Corn Belt-Iowa, Missouri, and Ohio; Southern Plains-Texas; Pacific-Arizona, California, and Washington.

<sup>5/</sup> Revised from last month due to changes in milk production, producer price indexes, corn market price, and economic indicators for the U.S. economy.

<sup>6/</sup> These prices were computed using the formulas in the U.S. District Court's preliminary injunction order dated January 31, 2001.

Richard Fleming  
Market Administrator