



**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

October 5, 2001

ANNOUNCEMENT OF CLASS II, III, IV AND COMPONENT PRICES ^{1/ 6/}

	<u>September 2001</u>
CLASS II PRICE^{2/}	\$ 16.24
Nonfat Solids Price, per lb.....	\$ 0.8822
Butterfat Price, per lb. ^{3/}	\$ 2.4519
CLASS III PRICE^{2/}	\$ 15.90
Skim Milk Price.....	\$ 7.61
Protein Price, per lb.....	\$ 2.1647
Other Solids Price, per lb.....	\$ 0.1520
Butterfat Price, per lb.....	\$ 2.4449
CLASS IV PRICE^{2/}	\$ 15.59
Skim Milk Price.....	\$ 7.29
Nonfat Solids Price, per lb.....	\$ 0.8097
Butterfat Price, per lb.....	\$ 2.4449
SOMATIC CELL ADJ. RATE, per 1,000 SCC	\$ 0.00085

DAIRY PRODUCT AVERAGE PRICE QUOTATIONS

	<u>SEP 2001</u>	<u>AUG 2001</u>	<u>SEP 2000</u>
NASS WEIGHTED AVERAGE PRICES – FULL MONTH			
CHEDDAR CHEESE, per lb.	\$ 1.7085	\$ 1.6693	\$ 1.2315
BUTTER, per lb.	2.1198	1.9990	1.1560
NONFAT DRY MILK, per lb.	0.9497	0.9473	1.0166
DRY WHEY, per lb.	0.2871	0.2886	0.1856

REGIONAL MILK PRODUCTION COSTS, AUGUST 2001 AND SEPTEMBER 2001 ^{4/}

<u>REGION</u>	<u>TOTAL CASH EXPENSES</u>		<u>TOTAL ECONOMIC COSTS</u>	
	<u>AUG ^{5/}</u>	<u>SEP</u>	<u>AUG ^{5/}</u>	<u>SEP</u>
NORTHEAST	\$15.13	\$15.24	\$20.12	\$20.25
SOUTHEAST	\$14.88	\$14.99	\$18.51	\$18.58
UPPER MIDWEST	\$13.77	\$13.80	\$18.49	\$18.55
CORN BELT	\$14.72	\$14.80	\$20.65	\$20.74
SOUTHERN PLAINS	\$13.08	\$13.18	\$16.39	\$16.49
PACIFIC	\$9.75	\$9.80	\$11.44	\$11.51

^{1/} 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.

^{2/} The Class price announced is per hundredweight at 3.5% butterfat.

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

^{4/} 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.

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

^{6/} 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