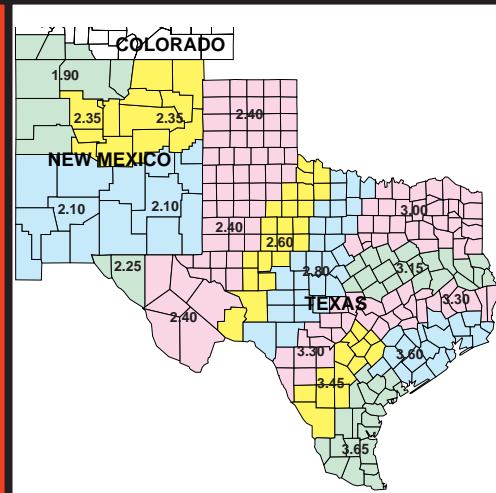


# THE MARKET ADMINISTRATOR'S

# REPORT



## SOUTHWEST MARKETING AREA

**RICHARD FLEMING**, MARKET ADMINISTRATOR  
 P.O. BOX 110939, CARROLLTON, TEXAS 75011-0939  
 (972) 245-6060 FAX (972) 245-3211  
 e-mail: richard.fleming@usda.gov  
 WWW: <http://members.aol.com/fmmo1126>

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## MARKET SUMMARY FOR JUNE

The Producer Price Differential (P.P.D.) for milk delivered to handlers located in Dallas/Tarrant counties (TX) of the Southwest Milk Market Order was \$3.29 for June. Butterfat price increased \$0.1274 per pound from \$1.2854 in May to the level of \$1.4128 for June. Protein price decreased \$0.1236 cents per pound to \$1.4278 in June from \$1.5514 in May. June's Other Solids price decreased \$0.0035 per pound from the previous month to \$0.0438. The Somatic Cell Count adjustment rate factor for June was .00056 per thousand (difference from 350).

For comparison in hundredweights, producers who delivered milk to handlers located in Dallas/Tarrant counties (TX) received a June statistical uniform price of \$12.75 per hundredweight for milk testing 3.5% butterfat, 2.99% true protein, 5.69% other solids and 350,000 SCC. This is an increase of 32 cents in comparison to the statistical blend price of \$12.43 in May.

The June Class I price increased 22 cents from \$14.48 in May to the June level of \$14.70. The Class II price for June of \$13.08 per hundredweight increased 45 cents from \$12.63 in May. June's Class III price increased 9 cents from \$9.37 in May to \$9.46 in June. The Class IV price increased 47 cents from the previous month to \$12.38 in June.

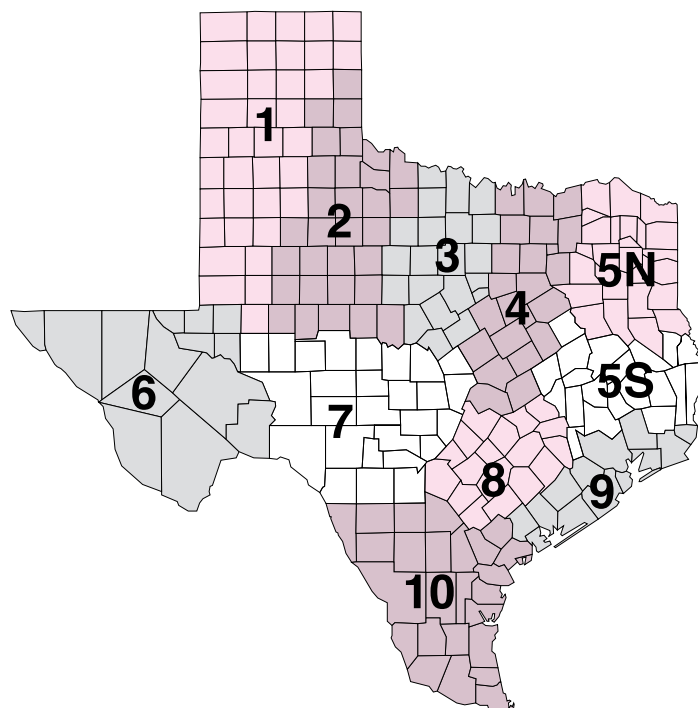
In June 937 producers delivered a total of 643,102,477 pounds of milk during June. On a daily basis this represents a decrease of 9.94 percent from the producer receipts level in May and it represents a decrease of 11.98 percent when compared to the producer receipts level of June 1999.

Producer milk classified as Class I during June amounted to 48.81 percent of total producer receipts. This figure is up from 44.41 percent in May and it is up from 42.41 percent in June 1999. The average butterfat test of producer milk pooled during May was 3.494 percent, average protein test was 2.993 percent, average other solids test was 5.671 percent and the average somatic cell count was 343,000.

Federal Order	Statistical Uniform Price		Producer Price Differential		Class I Utilization	
	Jun 00	May 00	Jun 00	May 00	Jun 00	May 00
Appalachian	14.01	13.68	-----	-----	62.29	62.27
Arizona-Las Vegas	12.10	11.79	-----	-----	29.46	28.00
Central	11.16	10.96	1.70	1.59	27.45	27.49
Florida	15.57	15.13	-----	-----	88.74	84.34
Mideast	12.38	12.21	2.92	2.84	46.80	49.10
Northeast	13.25	12.90	3.79	3.53	42.10	38.10
Pacific Northwest	11.91	11.70	2.45	2.33	34.99	36.36
Southeast	13.78	13.40	-----	-----	64.26	61.33
<b>Southwest</b>	<b>12.75</b>	<b>12.43</b>	<b>3.29</b>	<b>3.06</b>	<b>48.81</b>	<b>44.41</b>
Upper Midwest	10.43	10.27	0.97	0.90	16.90	16.80
Western	11.01	10.84	1.55	1.47	21.47	22.89

## TEXAS GEOGRAPHIC REGIONS

AREA	REGION NAME
1	HIGH PLAINS
2	LOW PLAINS
3	CROSSTIMBERS
4	BLACKLANDS
5N	NORTHEAST
5S	SOUTHEAST
6	TRANS-PECOS
7	EDWARDS PLATEAU
8	SOUTH CENTRAL
9	UPPER COAST
10	SOUTH



### TEXAS DAIRY MILK COMPONENTS FOR GEOGRAPHIC REGIONS - MAY 2000

REGION	NUMBER OF PRODUCER'S	% OF MILK MARKETED	PERCENT BUTTERFAT	% TRUE PROTEIN	PERCENT OTHER SOLIDS	PERCENT S-N-F	SCC (1,000)
1	23	5.42	3.58	3.01	5.72	8.74	293
2	15	1.86	3.53	3.07	5.71	8.78	369
3	358	49.59	3.56	3.03	5.71	8.73	361
4	133	7.87	3.61	3.04	5.70	8.74	410
5N	453	23.67	3.51	3.03	5.67	8.70	402
5S	20	0.52	3.48	3.01	5.62	8.62	428
6	12	5.11	3.49	2.96	5.66	8.62	279
7	19	2.26	3.49	3.03	5.69	8.71	283
8	59	2.24	3.76	3.09	5.65	8.74	468
9	4	0.14	3.48	3.03	5.61	8.63	594
10	15	1.31	4.10	3.28	5.66	8.96	399
TOTAL	1,111	100.00	3.56	3.03	5.69	8.72	368

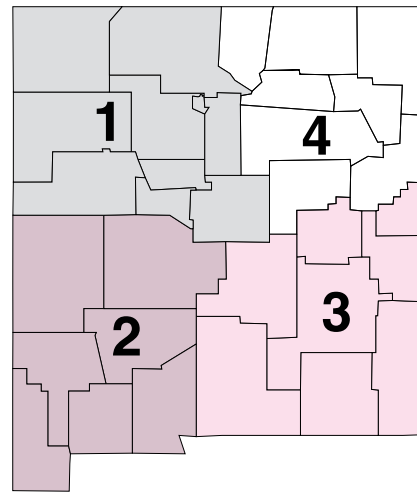
### TEXAS DAIRY MILKING HERD SIZE ARRAY FOR GEOGRAPHIC REGIONS\* - MAY 2000

REGION	NUMBER OF FARMS PER HERD SIZE GROUP (MILKING COW NUMBERS)						Total # Milking Cows
	0-100	101-250	251-500	501-750	751-1000	1001->	
1	3	4	5	2	5	4	16,870
2	6	4	3	0	0	2	5,805
3	80	111	71	33	18	45	154,420
4	61	45	16	8	1	2	24,497
5N	207	161	69	10	3	3	73,693
5S	15	4	1	0	0	0	1,626
6	1	1	3	1	0	6	15,907
7	8	4	2	2	0	3	7,052
8	40	12	5	2	0	0	6,987
9	1	3	0	0	0	0	441
10	2	7	3	1	2	0	4,093
TOTAL	424	356	178	59	29	65	311,391

\*ESTIMATED BASED ON A 55 LB/DAY/COW AVERAGE

**NEW MEXICO  
GEOGRAPHIC REGIONS**

AREA	REGION NAME
1	NORTHWEST
2	SOUTHWEST
3	SOUTHEAST
4	NORTHEAST



**NEW MEXICO DAIRY MILK COMPONENTS FOR GEOGRAPHIC REGIONS - MAY 2000**

REGION	NUMBER OF PRODUCER'S	% OF MILK MARKETED	PERCENT BUTTERFAT	% TRUE PROTEIN	PERCENT OTHER SOLIDS	PERCENT S-N-F	SCC (1,000)
1	18	4.40	3.61	3.01	5.71	8.72	200
2	34	20.44	3.50	3.00	5.73	8.73	218
3	108	75.16	3.48	2.99	5.69	8.68	260
4	0	0	0	0	0	0	0
<b>TOTAL</b>	<b>160</b>	<b>100.00</b>	<b>3.49</b>	<b>3.00</b>	<b>5.70</b>	<b>8.70</b>	<b>257</b>

**NEW MEXICO DAIRY MILKING HERD SIZE FOR GEOGRAPHIC REGIONS\* - MAY 2000**

NUMBER OF FARMS PER HERD SIZE GROUP  
(MILKING COW NUMBERS)

REGION	0-250	251-500	501-1000	1001-2000	2001-3000	3001->	Total # Milking Cows
1	9	4	2	1	2	0	10,196
2	1	5	7	14	6	1	47,384
3	12	5	16	40	25	10	174,236
4	0	0	0	0	0	0	0
<b>TOTAL</b>	<b>22</b>	<b>14</b>	<b>25</b>	<b>55</b>	<b>33</b>	<b>11</b>	<b>231,816</b>

\*ESTIMATED BASED ON A 65 LB/DAY/COW AVERAGE

**Class Prices at 3.5%, for Federal Orders 126 Formula Prices and Price Quotations**

Month	Class Prices & P.P.D.					Component Prices				NASS Product Prices			
	I	II	III	IV	P.P.D.	BF	Other Solids	True Protein	SCC <sup>c/</sup> Adj Rate	Grade AA Butter	Cheddar Cheese	NFDM Powder	Dry Whey
	I II III IV P.P.D.					BF Other Solids True Protein SCC <sup>c/</sup> Adj Rate Grade AA Butter Cheddar Cheese NFDM Powder Dry Whey							
	----- Dollars Per Hundred Wt. -----					-----Cents Per Pound-----							
May 1999	14.78	11.92	11.26	11.62		117.57	3.81	219.84	.00062	107.81	124.99	100.69	17.39
June	14.97	12.11	11.42	13.29		164.26	3.52	169.92	.00064	146.09	127.86	100.46	17.11
July	14.42	11.56	13.59	12.37		154.30	3.66	244.31	.00073	137.93	145.83	100.54	17.24
August	14.58	11.72	15.79	12.62		152.96	4.55	334.21	.00086	136.83	171.54	100.89	18.10
September	16.75	13.89	16.26	12.37		147.71	5.39	338.53	.00085	132.52	170.84	101.74	18.92
October	18.95	16.09	11.49	11.78		123.57	5.93	261.38	.00070	112.73	139.34	101.83	19.44
November	19.42	16.56	9.79	11.57		115.82	5.65	206.96	.00060	106.37	120.58	101.68	19.17
December	14.65	11.79	9.63	10.69		98.04	5.39	206.15	.00057	91.79	113.71	101.11	18.92
Averages 1999 <sup>b/</sup>	16.82	13.96	12.43	12.14		136.02	5.15	247.16	.00070	122.94	139.84	101.78	18.69
January 2000	13.90	11.43	10.05	10.73	1.96	93.66	5.03	216.77	.00058	88.20	115.17	101.15	18.57
February	13.71	11.51	9.54	10.80	2.28	95.88	4.32	198.49	.00055	90.02	110.67	101.06	17.88
March	13.84	11.71	9.54	11.00	2.36	101.91	4.24	191.66	.00055	94.97	110.93	100.94	17.80
April	13.93	12.10	9.41	11.38	2.64	113.52	4.08	173.99	.00055	104.49	110.11	100.78	17.65
May	14.48	12.63	9.37	11.91	3.06	128.54	4.03	155.14	.00055	116.80	110.22	100.71	17.60
June	14.70	13.08	9.46	12.38	3.29	141.28	4.38	142.78	.00056	127.25	111.37	100.97	17.94

a/ Subject to zone and location adjustments. b/ Simple averages c/ SCC adjustment rate is per 1,000 difference.

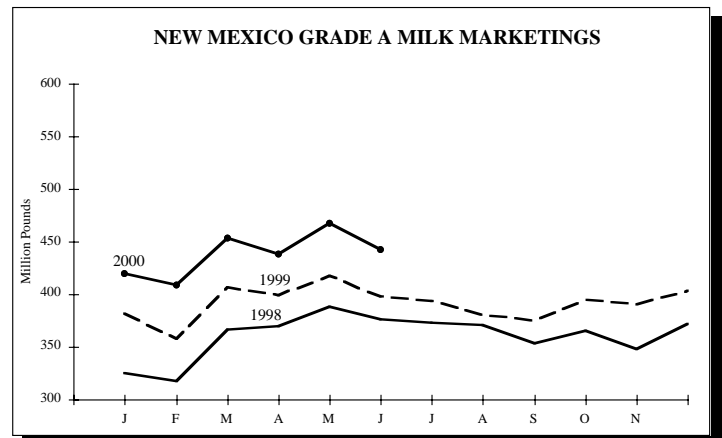
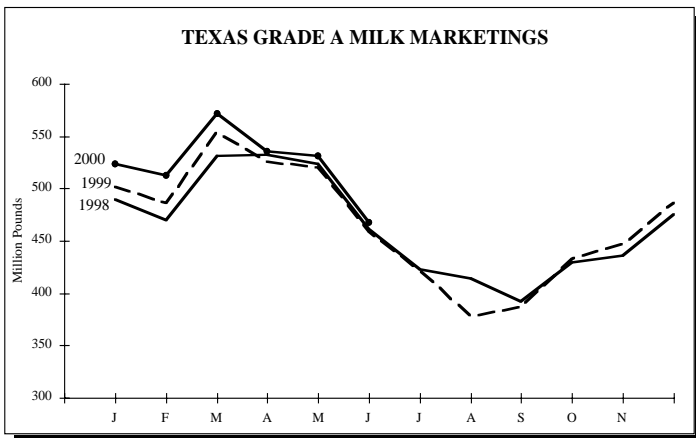
**POUNDS OF GRADE A MILK MARKETED BY  
PRODUCERS LOCATED IN TEXAS BY MONTHS:  
JANUARY 1998 THROUGH JUNE 2000, WITH PERCENTAGE COMPARISONS**

MONTH	1998 POUNDS	Number of Producers	1999 POUNDS	Number of Producers	2000 POUNDS	Number of Producers	PERCENT CHANGE 1999/98	PERCENT CHANGE 2000/99
January	491,168,340	1,359	501,754,729	1,251	523,604,151	1,155	+2.16	+4.35
February	469,305,849	1,347	486,044,271	1,245	512,511,151	1,140	+3.57	+5.44
March	532,588,272	1,339	553,983,640	1,241	571,648,589	1,133	+4.02	+3.19
April	532,823,237	1,336	525,773,380	1,233	535,711,103	1,120	-1.32	+1.89
May	524,523,430	1,319	519,613,189	1,219	530,923,617	1,111	-.94	+2.18
June	464,057,905	1,321	458,247,406	1,216	467,345,348	1,102	-1.25	+1.99
July	422,973,696	1,305	421,340,140	1,206			-.39	
August	413,296,879	1,298	377,392,147	1,197			-8.69	
September	392,427,802	1,300	386,931,407	1,189			-1.40	
October	429,372,951	1,289	432,175,585	1,181			+6.65	
November	435,572,798	1,271	447,062,545	1,166			+2.64	
December	<u>474,573,747</u>	1,260	<u>485,682,323</u>	1,160			<u>+2.34</u>	
Years Total	5,582,684,906		5,596,058,417				+2.24	

**POUNDS OF GRADE A MILK MARKETED BY  
PRODUCERS LOCATED IN NEW MEXICO BY MONTHS:  
JANUARY 1998 THROUGH JUNE 2000, WITH PERCENTAGE COMPARISONS**

MONTH	1998 POUNDS	Number of Producers	1999 POUNDS	Number of Producers	2000 POUNDS	Number of Producers	PERCENT CHANGE 1999/98	PERCENT CHANGE 2000/99
January	324,314,276	158	381,115,401	156	419,358,633	159	+17.51	+10.03
February	317,500,751	156	358,049,940	157	408,598,295	159	+12.77	+14.12
March	366,656,779	157	406,789,374	156	453,457,801	159	+10.95	+11.47*
April	369,782,775	156	399,229,362	157	438,496,278	160	+7.96	+9.84
May	388,308,155	155	416,852,251	157	467,108,851	160	+7.35	+12.06
June	378,569,203	159	397,483,877	159	442,850,870	160	+5.00	+11.41
July	372,803,402	157	393,796,366	158			+5.63	
August	370,668,016	156	380,628,318	158			+2.69	
September	353,457,040	155	374,886,452	160			+6.06	
October	365,469,264	159	394,366,657	162			+7.91	
November	348,126,652	158	389,857,074	159			+11.99	
December	<u>371,894,332</u>	157	<u>403,101,846</u>	158			<u>+8.39</u>	
Years Total	4,327,550,645		4,696,156,918				+8.52	

\*Revised



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## TEXAS AND NEW MEXICO MARKET COMPONENT TEST

Month	Butterfat		Protein <sup>b/</sup>		Other Solids <sup>b/</sup>		S-N-F		SCC <sup>a/</sup>	
	TX	NM	TX	NM	TX	NM	TX	NM	TX	NM
June 1999	3.53	3.45	3.00	2.95	5.66	5.68	8.66	8.63	395	265
July	3.52	3.40	3.01	2.92	5.63	5.65	8.64	8.57	408	290
August	3.54	3.43	3.02	2.95	5.61	5.65	8.63	8.60	429	310
September	3.60	3.50	3.10	3.01	5.61	5.66	8.71	8.67	420	305
October	3.70	3.61	3.15	3.09	5.63	5.65	8.78	8.74	357	273
November	3.71	3.67	3.13	3.10	5.65	5.65	8.78	8.75	333	244
December	3.75	3.72	3.13	3.13	5.66	5.68	8.79	8.81	324	248
Averages	3.60	3.55	3.07	3.02	5.66	5.67	8.73	8.69	369	267
January 2000	3.71	3.68	3.08	3.08	5.69	5.68	8.77	8.77	313	257
February	3.68	3.62	3.06	3.06	5.70	5.69	8.76	8.75	318	252
March	3.62	3.59	3.05	3.04	5.71	5.70	8.76	8.74	318	253
April	3.59	3.55	3.06	3.03	5.71	5.70	8.76	8.73	343	257
May	3.56	3.49	3.03	2.99	5.69	5.70	8.72	8.70	369	253
June	3.55	3.44	3.03	2.96	5.67	5.67	8.70	8.63	415	272

a/ In thousands. b/ Estimated for 1999: True Protein = Crude Protein - .19 and Other Solids = SNF - True Protein

**JUNE 2000**  
**COMPUTATION OF PRODUCER PRICE DIFFERENTIAL**

		Pounds	Price	Value
Add: Class I Differential				\$368,484.81
Class I Butterfat	60(a)	7,636,155	\$1.2495	\$9,541,375.66
Class I Skim Per Cwt		306,261,208	\$10.7000	\$32,769,949.24
Class II Butterfat	60(b)	4,351,172	\$1.4198	\$6,177,794.00
Class II Nonfat Solids		3,525,284	\$0.9333	\$3,290,147.59
Class III Butterfat	60(c)	9,755,680	\$1.4128	\$13,782,824.71
Class III Protein		8,371,908	\$1.4278	\$11,953,410.26
Class III Other Solids		15,979,492	\$0.0438	\$699,901.75
Class IV Butterfat	60(d)	725,410	\$1.4128	\$1,024,859.27
Class IV Nonfat Solids		252,473	\$0.8556	\$216,015.90
Class II, III & IV Somatic Cell Adj.	60(e)			\$84,652.87
Total Producer Milk-Product Lbs & Value		643,102,477		\$79,909,416.06
Add: Value as for 60(f) Thru 60(j)				(\$25,936.76)
Less: Total Protein Pounds	61(b)	19,249,423	<b>\$1.4278</b>	\$27,484,326.20
Total Other Solids Pounds		36,470,745	<b>\$0.0438</b>	\$1,597,418.68
Total Butterfat Pounds		22,468,417	<b>\$1.4128</b>	\$31,743,379.55
Total Value of Somatic Cell Adjustment				\$26,744.97
<b>Total Milk and Value</b>		643,102,477		\$19,031,609.90
Add: Location Differential Adjustments	61(c)			\$2,009,073.18
Producer-Settlement Fund	61(d)			\$421,719.34
<b>Total Producer Milk/URSP and Value</b>		643,401,254	\$3.33577	\$21,462,402.42
Less: Producer-Settlement Fund	61(f)		\$0.04577	\$294,501.16
<b>Producer Price Differential (Dallas County)</b>			<b>\$3.29</b>	\$21,167,901.26

**THE MARKET ADMINISTRATOR'S**  
***REPORT***

**SOUTHWEST MARKETING AREA**  
 RICHARD FLEMING, MARKET ADMINISTRATOR  
 P.O. BOX 110939, CARROLLTON, TEXAS 75011-0939  
 (972) 245-6060 FAX(972) 245-3211

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RETURN SERVICE REQUESTED

**JUNE 2000**  
**PRODUCER MILK AND COMPONENT UTILIZATION PERCENTAGES**

Producer Milk Utilization Percentages						
	Product Pounds	Percent	Butterfat Pounds	Percent	Skim Milk Pounds	Percent
Class I	313,897,363	48.81	7,636,155	33.99	306,261,208	49.35
Class II	43,448,714	6.76	4,351,172	19.37	39,097,542	6.30
Class III	282,239,280	43.88	9,755,680	43.42	272,483,600	43.90
Class IV	3,517,120	0.55	725,410	3.22	2,791,710	0.45
Total	643,102,477	100.00	22,468,417	100.00	620,634,060	100.00

Producer Milk Component Utilization Percentages						
	Protein Pounds	Percent	Other Solids Pounds	Percent	Nonfat Solids Pounds	Percent
Class I	9,565,529	49.70	18,025,480	49.43	27,591,009	49.52
Class II	1,224,747	6.36	2,300,539	6.31	3,525,284	6.33
Class III	8,371,908	43.49	15,979,492	43.81	24,351,402	43.70
Class IV	87,239	0.45	165,234	0.45	252,473	0.45
Total	19,249,423	100.00	36,470,745	100.00	55,720,168	100.00