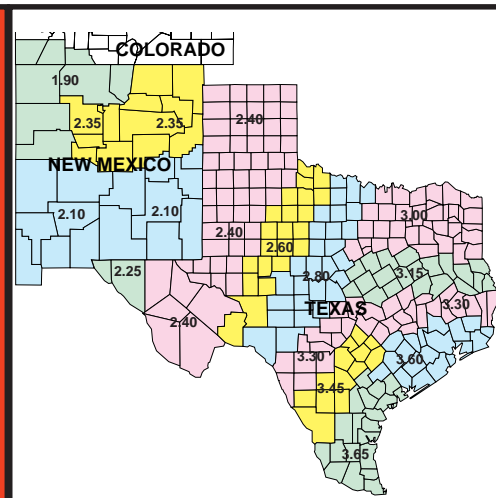


# THE MARKET ADMINISTRATOR'S

# REPORT



## SOUTHWEST MARKETING AREA

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VOLUME XXVII, NO. 2

FEBRUARY 2001

## MARKET SUMMARY FOR JANUARY

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 \$3.63 for January. Butterfat price decreased \$0.3638 per pound from \$1.6534 in December to the level of \$1.2896 for January. Protein price increased \$0.5803 cents per pound to \$1.6181 in January from \$1.0378 in December. January's Other Solids price increased \$0.0291 per pound from the previous month to \$0.1120. The Somatic Cell Count adjustment rate factor for January 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 January statistical uniform price of \$13.62 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 71 cents in comparison to the statistical blend price of \$12.91 in December.

The January Class I price increased \$1.86 cents from \$15.13 in December to the January level of \$16.99. The Class II price for January of \$12.82 per hundredweight decreased \$1.15 from \$13.97 in December. January's Class III price increased 62 cents from \$9.37 in December to \$9.99 in January. The Class IV price decreased \$1.14 from \$13.27 in December to \$12.13 in January.

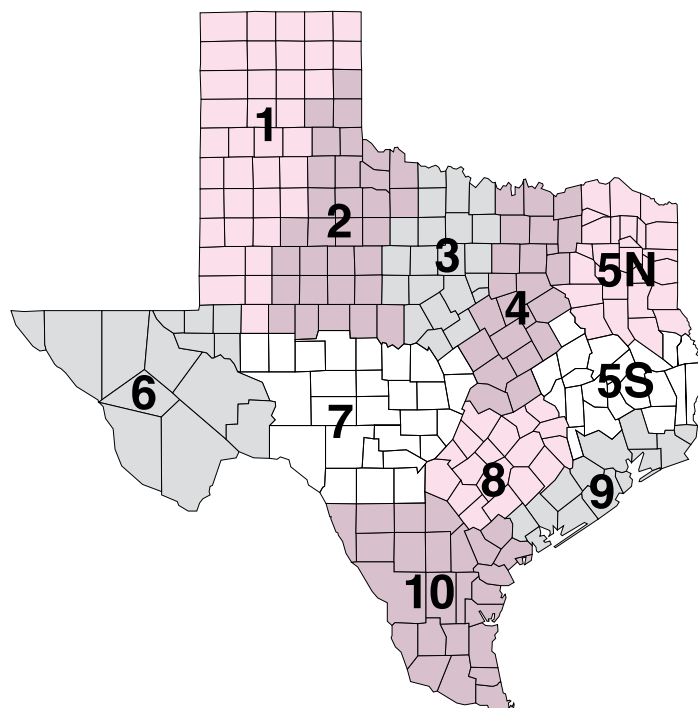
In January 802 producers delivered a total of 748,007,167 pounds of milk. On a daily basis this represents an increase of 13.00 percent from the producer receipts level in December but it represents a decrease of 7.06 percent when compared to the producer receipts level of January 2000.

Producer milk classified as Class I during January amounted to 47.83 percent of total producer receipts. This figure is down from 49.90 percent in December but it is up from 42.14 percent in January 2000. The average butterfat test of producer milk pooled during January was 3.766 percent, average protein test was 3.114 percent, average other solids test was 5.675 percent and the average somatic cell count was 392,000.

Federal Order	Statistical Uniform Price		Producer Price Differential		Class I Utilization	
	Jan 01	Dec 00	Jan 01	Dec 00	Jan 01	Dec 00
Appalachian	15.00	14.83	-----	-----	68.19	66.34
Arizona-Las Vegas	12.37	12.40	-----	-----	31.67	32.28
Central	11.85	11.38	1.86	2.01	30.81	30.55
Florida	16.75	16.10	-----	-----	89.91	86.45
Mideast	12.54	12.16	2.55	2.79	42.50	46.40
Northeast	13.76	13.72	3.77	4.35	43.30	47.90
Pacific Northwest	12.34	12.27	2.35	2.90	31.22	33.29
Southeast	14.73	14.51	-----	-----	64.74	66.33
<b>Southwest</b>	<b>13.62</b>	<b>12.91</b>	<b>3.63</b>	<b>3.54</b>	<b>47.83</b>	<b>49.90</b>
Upper Midwest	11.02	10.60	1.03	1.23	19.90	20.40
Western	11.70	11.20	1.71	1.83	27.04	27.42

## TEXAS GEOGRAPHIC REGIONS

AREA	REGION NAME
1	HIGH PLAINS
2	LOW PLAINS
3	CROSTIMBERS
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 - DECEMBER 2000

REGION	NUMBER OF PRODUCER'S	% OF MILK MARKETED	PERCENT BUTTERFAT	% TRUE PROTEIN	PERCENT OTHER SOLIDS	PERCENT S-N-F	SCC (1,000)
1	24	7.26	3.82	3.15	5.66	8.81	372
2	16	1.92	3.84	3.23	5.67	8.91	459
3	340	48.83	3.82	3.21	5.68	8.89	356
4	121	7.27	3.90	3.20	5.67	8.88	428
5N	414	22.60	3.88	3.22	5.69	8.91	413
5S	17	0.46	3.85	3.17	5.61	8.78	354
6	13	5.59	3.65	3.07	5.61	8.68	318
7	16	2.44	3.82	3.26	5.66	8.92	334
8	54	2.06	4.00	3.27	5.62	8.89	430
9	4	0.15	3.72	3.11	5.60	8.71	441
10	14	1.42	4.35	3.41	5.68	9.09	395
TOTAL	1,033	100.00	3.84	3.21	5.68	8.88	378

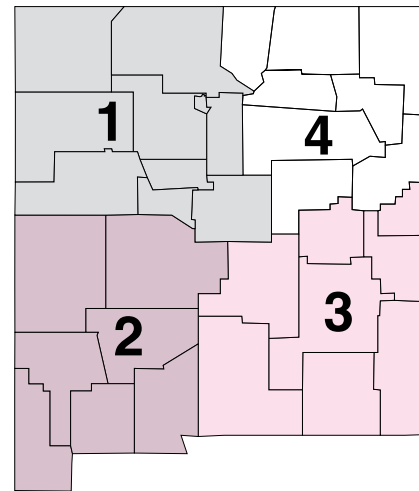
### TEXAS DAIRY MILKING HERD SIZE ARRAY FOR GEOGRAPHIC REGIONS\* - DECEMBER 2000

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	4	5	4	3	2	6	19,098
2	6	6	2	0	0	2	5,055
3	88	107	68	27	14	36	128,506
4	62	39	15	2	1	2	19,142
5N	215	139	48	7	3	2	59,469
5S	14	2	1	0	0	0	1,206
6	2	1	3	1	0	6	14,699
7	7	2	2	2	1	2	6,420
8	39	11	3	1	0	0	5,431
9	1	3	0	0	0	0	398
10	2	7	2	3	0	0	3,727
TOTAL	440	322	148	46	21	56	263,150

\*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 - DECEMBER 2000**

REGION	NUMBER OF PRODUCER'S	% OF MILK MARKETED	PERCENT BUTTERFAT	% TRUE PROTEIN	PERCENT OTHER SOLIDS	PERCENT S-N-F	SCC (1,000)
1	17	4.47	3.77	3.14	5.66	8.79	283
2	34	20.24	3.69	3.11	5.67	8.78	235
3	115	75.29	3.74	3.14	5.64	8.79	341
4	0	0	0	0	0	0	0
TOTAL	166	100.00	3.73	3.14	5.65	8.79	312

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

REGION	NUMBER OF FARMS PER HERD SIZE GROUP (MILKING COW NUMBERS)							Total # Milking Cows
	0-250	251-500	501-1000	1001-2000	2001-3000	3001->		
1	8	3	4	0	2	0	9,574	
2	2	7	4	17	3	1	43,326	
3	15	8	23	38	24	7	161,170	
4	0	0	0	0	0	0	0	
TOTAL	25	18	31	55	29	8	214,070	

\*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.					BF	Component Prices			NASS Product Prices			
	I a/	II	III	IV	P.P.D.a/		Other Solids	True Protein	SCC c/ Adj Rate	Grade AA Butter	Cheddar Cheese	NFDM Powder	Dry Whey
	----- Dollars Per Hundred Wt. -----						-----Cents Per Pound-----						
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 1999b/	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
July	15.46	12.58	10.66	11.87	2.70	126.91	5.57	197.26	.00061	115.47	121.89	101.02	19.09
August	14.95	12.56	10.13	11.87	3.03	126.59	5.77	179.52	.00058	115.20	116.60	101.08	19.29
September	14.84	12.58	10.76	11.94	2.52	127.07	5.02	201.37	.00062	115.60	123.15	101.66	18.56
October	14.89	12.54	10.02	11.81	2.87	124.44	4.71	180.28	.00058	113.44	116.02	101.27	18.26
November	14.82	13.68	8.57	13.00	4.02	157.45	5.65	91.49	.00051	140.51	102.45	101.59	19.17
December	15.13	13.97	9.37	13.27	3.54	165.34	8.29	103.78	.00054	146.98	108.98	101.58	21.72
Averages 2000b/	14.55	12.53	9.74	11.83	2.86	125.22	5.09	169.38	.00057	114.08	113.13	101.15	18.63
January 2001	16.99	12.82	9.99	12.13	3.63	128.96	11.20	161.81	.00056	117.25	111.80	101.65	24.84

a/ Subject to 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 1999 THROUGH JANUARY 2001, WITH PERCENTAGE COMPARISONS**

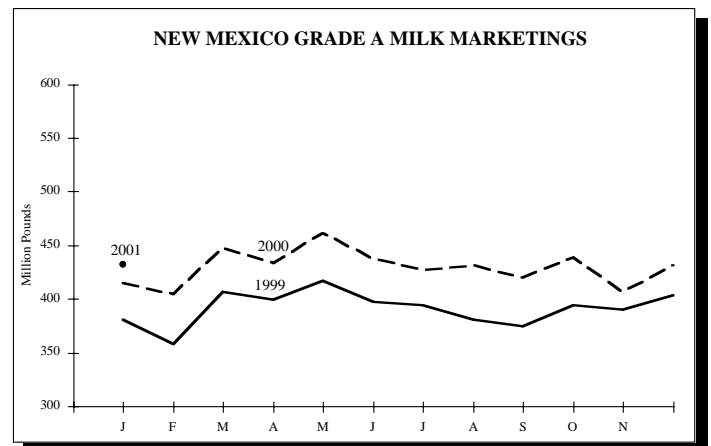
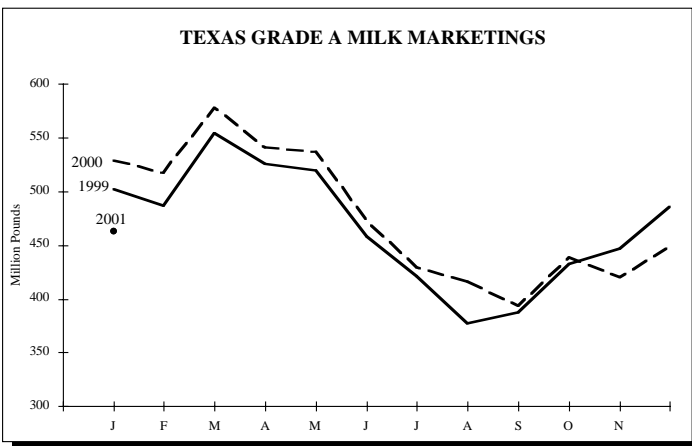
MONTH	1999 POUNDS	Number of Producers	2000 POUNDS	Number of Producers	2001 POUNDS	Number of Producers	PERCENT CHANGE 2000/99	2001/00
January	501,754,729	1,251	528,032,131	1,156	463,431,654	1,026	+5.24	-12.23
February	486,044,271	1,245	517,023,791	1,141			+6.37	
March	553,983,640	1,241	577,134,609	1,134			+4.18	
April	525,773,380	1,233	540,903,763	1,121			+2.88	
May	519,613,189	1,219	536,505,477	1,112			+3.25	
June	458,247,406	1,216	472,478,168	1,103			+3.11	
July	421,397,795	1,206	428,683,700	1,089			+1.73	
August	377,392,147	1,197	415,788,563	1,082			+10.17	
September	386,931,407	1,189	393,642,034	1,066			+1.73	
October	432,175,585	1,181	437,963,207	1,058			+1.34	
November	447,062,545	1,166	420,274,058	1,041			-5.99	
December	<u>485,682,323</u>	1,160	<u>448,671,268</u>	1,033			<u>-7.62</u>	
Years Total	5,596,058,417		5,717,100,769				+2.16	

\*Revised

**POUNDS OF GRADE A MILK MARKETED BY  
PRODUCERS LOCATED IN NEW MEXICO BY MONTHS:  
JANUARY 1999 THROUGH JANUARY 2001, WITH PERCENTAGE COMPARISONS**

MONTH	1999 POUNDS	Number of Producers	2000 POUNDS	Number of Producers	2001 POUNDS	Number of Producers	PERCENT CHANGE 2000/99	2001/00
January	381,115,401	156	414,930,653	158	432,749,978	166	+8.87	+4.29
February	358,049,940	157	404,085,655	158			+12.86	
March	406,789,374	156	447,971,781	158			+10.12	
April	399,229,362	157	433,303,618	159			+8.54	
May	416,852,251	157	461,526,991	159			+10.72	
June	397,483,877	159	437,718,050	159			+10.12	
July	393,796,366	158	427,456,503	159			+8.55	
August	380,628,318	158	431,815,797	160			+13.45	
September	374,886,452	160	419,669,872	161			+11.95	
October	394,366,657	162	438,410,599	163			+11.17	
November	389,857,074	159	407,114,759	167			+4.43	
December	<u>403,101,846</u>	158	<u>431,351,678</u>	166			<u>+7.01</u>	
Years Total	4,696,156,918		5,155,355,956				+9.78	

\*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
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
July	3.54	3.42	3.01	2.91	5.62	5.63	8.63	8.54	419	287
August	3.55	3.44	3.05	2.95	5.60	5.62	8.65	8.57	420	287
September	3.59	3.48	3.10	3.01	5.61	5.63	8.71	8.64	419	278
October	3.72	3.59	3.16	3.10	5.67	5.67	8.82	8.77	369	258
November	3.81	3.73	3.19	3.15	5.69	5.68	8.87	8.83	406	313
December	3.84	3.73	3.21	3.14	5.68	5.65	8.88	8.79	378	312
Averages 2000	3.65	3.56	3.09	3.04	5.67	5.67	8.75	8.71	374	273
January 2001	3.81	3.72	3.13	3.10	5.69	5.67	8.81	8.76	422	366

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

**JANUARY 2001  
COMPUTATION OF PRODUCER PRICE DIFFERENTIAL**

		Pounds	Price	Value
Add: Class I Differential				\$442,987.09
Class I Butterfat	60(a)	8,399,372	\$1.8544	\$15,575,795.43
Class I Skim Per Cwt		349,348,010	\$10.8800	\$38,009,063.49
Class II Butterfat	60(b)	5,074,963	\$1.2966	\$6,580,197.03
Class II Nonfat Solids		4,664,110	\$0.9533	\$4,446,296.08
Class III Butterfat	60(c)	9,921,615	\$1.2896	\$12,794,914.74
Class III Protein		9,008,824	\$1.6181	\$14,577,178.12
Class III Other Solids		16,405,793	\$0.1120	\$1,837,448.85
Class IV Butterfat	60(d)	4,771,355	\$1.2896	\$6,153,139.41
Class IV Nonfat Solids		3,654,048	\$0.8765	\$3,202,773.09
Class II, III & IV Somatic Cell Adj.	60(e)			(\$72,627.05)
Total Producer Milk-Product Lbs & Value		748,007,167		\$103,547,166.28
Add: Value as for 60(f) Thru 60(j)				\$26,896.12
Less: Total Protein Pounds	61(b)	23,292,691	<b>\$1.6181</b>	\$37,689,903.31
Total Other Solids Pounds		42,452,691	<b>\$0.1120</b>	\$4,754,701.38
Total Butterfat Pounds		28,167,305	<b>\$1.2896</b>	\$36,324,556.57
Total Value of Somatic Cell Adjustment				(\$176,561.72)
<b>Total Milk and Value</b>		748,007,167		\$24,981,462.86
Add: Location Differential Adjustments	61(c)			\$2,220,106.38
Producer-Settlement Fund	61(d)			\$317,382.36
<b>Total Producer Milk/URSP and Value</b>		748,418,027	\$3.67694	\$27,518,951.60
Less: Producer-Settlement Fund	61(f)		\$0.04694	\$351,377.22
<b>Producer Price Differential (Dallas County)</b>			<b>\$3.63</b>	\$27,167,574.38

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***REPORT***

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**JANUARY 2001**  
**PRODUCER MILK AND COMPONENT UTILIZATION PERCENTAGES**

Producer Milk Utilization Percentages						
	Product Pounds	Percent	Butterfat Pounds	Percent	Skim Milk Pounds	Percent
Class I	357,747,382	47.83	8,399,372	29.82	349,348,010	48.53
Class II	56,137,436	7.50	5,074,963	18.02	51,062,473	7.09
Class III	289,288,168	38.68	9,921,615	35.22	279,366,553	38.81
Class IV	44,834,181	5.99	4,771,355	16.94	40,062,826	5.57
Total	748,007,167	100.00	28,167,305	100.00	719,839,862	100.00

Producer Milk Component Utilization Percentages						
	Protein Pounds	Percent	Other Solids Pounds	Percent	Nonfat Solids Pounds	Percent
Class I	11,349,696	48.72	20,662,908	48.68	32,012,605	48.69
Class II	1,649,162	7.08	3,014,950	7.10	4,664,110	7.09
Class III	9,008,824	38.68	16,405,793	38.64	25,414,619	38.66
Class IV	1,285,009	5.52	2,369,040	5.58	3,654,048	5.56
Total	23,292,691	100.00	42,452,691	100.00	65,745,382	100.00