

FEDERAL MILK ORDER PRICE AND POOL SUMMARY, SEPTEMBER

HIGHLIGHTS. Handler reports of receipts and utilization under the Federal milk order system for September have been filed and tabulated. Combined totals for the 10 consolidated orders are being released. During September, about 9.8 billion pounds of milk were received from producers. This volume of milk is 3.3 percent higher than the September 2007 volume. In September 2007, there was a significant volume of milk not pooled due to intraorder disadvantageous price relationships. About 3.8 billion pounds of producer milk were used in Class I products, 5.0 percent higher than the previous year. Calendar composition likely had a positive impact on milk used in Class I in 2008 as compared to 2007. The all-market average Class utilization percentages were: Class I = 39%, Class II = 12%, Class III = 41% and Class IV = 8%. The weighted average statistical uniform price was \$18.16 per cwt., \$0.78 lower than last month and \$4.00 lower than last year.

PRICE AND POOL STATISTICS FOR FEDERAL MILK ORDER MARKETING AREAS FOR THE MONTH OF SEPTEMBER 2008										
FEDERAL MILK ORDER MARKETING AREA <u>1/</u>	ORDER NUMBER	RECEIPTS OF PRODUCER MILK		UTILIZATION OF PRODUCER MILK IN CLASS I			UTILIZATION OF PRODUCER MILK IN OTHER CLASSES			UNIFORM PRICE <u>2/</u>
		TOTAL	CHANGE FROM PREV. YEAR	TOTAL	CHANGE FROM PREV. YEAR	PERCENT	CLASS II	CLASS III	CLASS IV	\$ PER CWT.
		MIL. LBS.	PERCENT	MIL. LBS.	PERCENT		PERCENT			
Northeast (Boston)	001	1,881.6	-1.3	874.9	3.1	46	22	23	9	18.90
Appalachian (Charlotte)	005	479.9	4.6	347.2	8.0	72	19	5	4	20.23
Southeast (Atlanta)	007	536.6	-3.9	400.0	5.8	75	10	11	4	20.63
Florida (Tampa)	006	236.6	0.3	205.2	3.0	87	9	<u>3/</u>	4	22.39
Mideast (Cleveland)	033	1,253.1	-4.0	566.4	6.4	45	20	31	4	18.05
Upper Midwest (Chicago)	030 <u>4/</u>	2,531.5	12.4	377.4	2.0	15	3	81	1	16.85
Central (Kansas City)	032 <u>4/</u>	1,019.5	9.7	361.0	5.0	35	14	38	12	17.44
Southwest (Dallas)	126	900.6	-6.8	358.3	7.3	40	8	41	11	18.46
Arizona (Phoenix)	131	310.4	9.9	118.2	6.5	38	6	33	23	17.66
Pacific Northwest (Seattle)	124	627.3	10.5	188.9	5.9	30	7	31	32	17.07
ALL MARKET AVERAGE OR TOTAL	<u>4/</u>	9,777.1	3.3	3,797.6	5.0	39	12	41	8	18.16

1/ Names in parentheses are the major city in the principal pricing point of the market.

2/ Statistical uniform price for component pricing orders (Class III price plus producer price differential). For other orders, uniform skim milk price times 0.965 plus uniform butterfat price times 3.5.

3/ Less than 0.5 percent.

4/ Due to a disadvantageous relationship between intraorder class prices and the location adjusted statistical uniform (blend) price in these markets, handlers elected not to pool an estimated 50 million pounds of milk that normally would have been associated with these markets. In September 2007, the estimated not pooled volume of milk was 280 million pounds, occurring in Order Nos. 033, 030, 032, and 126. After adjusting for not-pooled milk, the year-to-year percent change is +0.8%.