

FEDERAL MILK ORDER MARKETING AND UTILIZATION SUMMARY, OCTOBER 2010

HIGHLIGHTS. Handler reports of receipts and utilization under the Federal milk order system for October have been filed and tabulated. Combined totals for the 10 consolidated orders are being released. During October, about 10.5 billion pounds of milk were received from producers. This volume of milk is 4.4 percent higher than the October 2009 volume. In October 2009 and October 2010, there were significant volumes of milk not pooled due to intraorder disadvantageous price relationships. About 3.8 billion pounds of producer milk were used in Class I products, 4.7 percent lower than the previous year. Calendar composition likely had a negative impact on milk used in Class I in 2010 as compared to 2009. The all-market average Class utilization percentages were: Class I = 36%, Class II = 12%, Class III = 45% and Class IV = 7%. The weighted average statistical uniform price was \$18.00 per cwt., \$0.41 higher than last month and \$4.38 higher than last year.

PRICE AND POOL STATISTICS FOR FEDERAL MILK ORDER MARKETING AREAS FOR THE MONTH OF OCTOBER 2010										
FEDERAL MILK ORDER MARKETING AREA 1/	ORDER NUMBER	RECEIPTS OF PRODUCER MILK		UTILIZATION OF PRODUCER MILK IN CLASS I			UTILIZATION OF PRODUCER MILK IN OTHER CLASSES			UNIFORM PRICE 2/
		TOTAL	CHANGE FROM PREV. YEAR	TOTAL	CHANGE FROM PREV. YEAR	PERCENT	CLASS II	CLASS III	CLASS IV	
		MIL. LBS.	PERCENT	MIL. LBS.	PERCENT		PERCENT			\$ PER CWT.
Northeast (Boston)	001	1,980.0	5.6	894.1	-2.5	45	24	23	8	18.61
Appalachian (Charlotte)	005	497.9	1.2	343.7	-4.9	69	15	8	8	19.50
Southeast (Atlanta)	007	556.8	-1.5	391.2	-6.5	70	11	14	5	19.84
Florida (Tampa)	006	244.0	-2.4	208.8	-5.5	86	7	4	3	21.46
Midwest (Cleveland)	033 3/	1,358.7	1.7	546.6	-11.6	40	18	37	5	17.56
Upper Midwest (Chicago)	030 3/	2,745.9	-0.2	371.1	-5.3	14	2	83	1	17.17
Central (Kansas City)	032 3/	1,163.8	23.9	384.1	1.8	33	12	45	10	17.35
Southwest (Dallas)	126	933.1	7.0	379.0	-0.7	41	7	45	8	18.32
Arizona (Phoenix)	131	339.9	10.6	117.6	-5.0	35	10	31	25	17.81
Pacific Northwest (Seattle)	124	667.2	1.9	186.9	-7.6	28	6	41	25	17.35
ALL MARKET AVERAGE OR TOTAL	3/	10,487.3	4.4	3,823.2	-4.7	36	12	45	7	18.00

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/ Due to a disadvantageous relationship between intraorder class prices and the location adjusted statistical uniform price in these markets, handlers elected not to pool an estimated 137 million pounds of milk that normally would have been associated with these markets. In October 2009, the estimated not pooled volume of milk was 302 million pounds, also occurring in order numbers 030, 032, and 033. After adjusting for non pooled milk, the year-to-year percent change is +2.7%.