

## THE MARKET ADMINISTRATOR'S

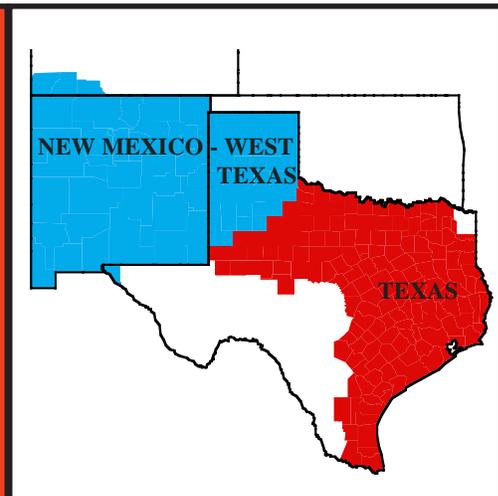
# REPORT



### TEXAS MARKETING AREA

### NEW MEXICO - WEST TEXAS MARKETING AREA

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### MARKET SUMMARIES FOR JUNE

The June Class III price increased 16 cents from the previous month to \$11.42. The Class II price for June of \$12.11 per hundredweight increased 19 cents from \$11.92 in May. June's Class III-A price increased \$1.67 from May's level to \$13.29.

**Texas:** Producers who delivered milk to handlers located in Zones 1 and 2 of the Texas Milk Market Order received \$13.37 per hundredweight for deliveries of milk containing 3.5% butterfat. The June price was up 40 cents from May.

Producers delivered a total of 627,741,857 pounds of milk during June. On a daily basis this represents a decrease of 13.32 percent from the producer receipts level in May but it represents an increase of 47.61 percent when compared to the producer receipts level of June 1998.

Producer milk classified as Class I during June amounted to 41.65 percent of total producer receipts. This figure is up from May's 36.39 percent but it is down from 59.68 percent in June 1998. The average butterfat test of producer milk pooled during June 1999 was 3.510 percent.

**New Mexico - West Texas:** Producers who delivered milk to handlers located in Zone 1 of the New Mexico - West Texas Milk Market Order received \$12.84 per hundredweight for deliveries of milk containing 3.5% butterfat. The June price was up 41 cents from its May level.

Producers delivered a total of 102,889,957 pounds of milk during June. On a daily basis this represents a decrease of 18.26 percent from the producer receipts level in May and it represents a decrease of 33.80 percent when compared to the producer receipts level of June 1998.

Producer milk classified as Class I during June amounted to 47.07 percent of total producer receipts. This figure is up from 37.92 percent in May and it is up from 31.98 percent in June 1998. The average butterfat test of producer milk pooled during June 1999 was 3.475 percent.

### LOSS ASSISTANCE PROGRAM

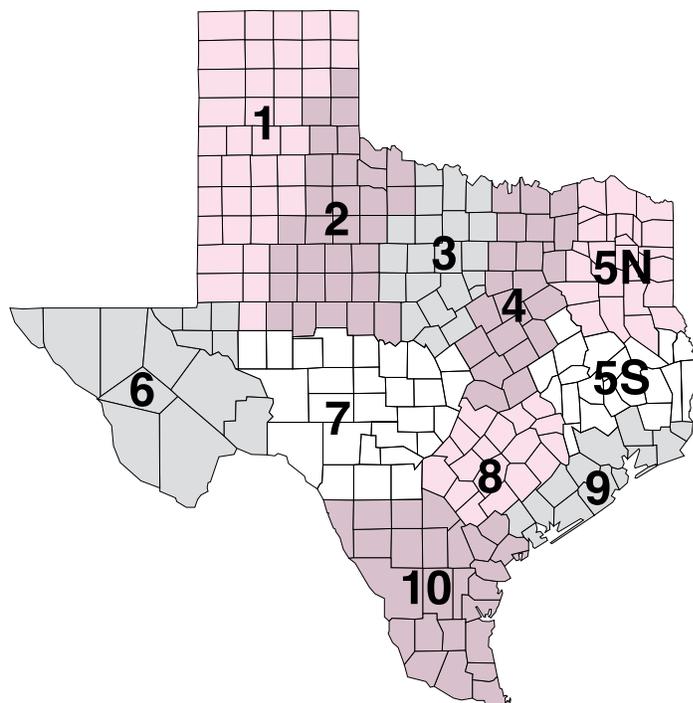
USDA's CCC has announced the rate at which dairy farmers are being paid under USDA's Dairy Market Loss Assistance Program. Distribution of payments under the program began June 16 and should be completed by June 30, 1999. Under the program, CCC makes \$200 million in payments to dairy farmers, who are suffering from record low milk prices. The \$200 million, appropriated by the Congress for this purpose, is being divided among dairy operations based on each operation's production of milk in 1997 or 1998. Payments are limited to the first 26,000 cwt. of production in the selected year. The payment rate is 22.47897 cents per cwt. The payment was calculated so as not to dilute assistance available to smaller dairy farmers who may be in the most need of the assistance and to spread the payments more equitably among all dairy operations.

### DAIRY FARMERS TO VOTE ON MARKET ORDER REFORM PLAN

Dairy farmers will begin voting August 2, 1999, on the U.S. Department of Agriculture's plan to consolidate and modernize the nation's milk marketing order system. Released on March 31, 1999, following an extensive process of collecting public views involving thousands of comments and analyses, the USDA plan consolidates the current 31 marketing orders into 11, as required by the 1996 Farm Bill, and makes several other important reforms, including the pricing for Class I milk. Dairy farmers will have until August 6, 1999, to mail their ballots to USDA under procedures that require two-thirds of the eligible voters in each order to approve the changes. Qualified cooperative associations of producers will be permitted to cast bloc votes on behalf of their members. USDA will publish details of the referendum in a future issue of the Federal Register.

## TEXAS GEOGRAPHIC REGIONS

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



### TEXAS DAIRY MILK COMPONENTS FOR GEOGRAPHIC REGIONS - MAY 1999

REGION	NUMBER OF PRODUCER'S	% OF MILK MARKETED	PERCENT BUTTERFAT	PERCENT PROTEIN	PERCENT LACTOSE	PERCENT S-N-F	SCC (1,000)
1	21	4.61	3.56	3.16	4.80	8.68	304
2	16	1.62	3.66	3.20	4.79	8.71	340
3	372	48.28	3.53	3.19	4.78	8.69	331
4	154	8.33	3.58	3.21	4.78	8.70	378
5N	520	25.26	3.44	3.21	4.80	8.73	405
5S	25	0.68	3.40	3.15	4.72	8.59	407
6	13	5.40	3.39	3.11	4.75	8.57	252
7	19	1.77	3.56	3.22	4.76	8.70	299
8	61	2.62	3.73	3.25	4.73	8.70	365
9	4	0.14	3.38	3.14	4.68	8.53	460
10	14	1.28	4.05	3.45	4.74	8.91	349
TOTAL	1,219	100.00	3.52	3.19	4.80	8.70	348

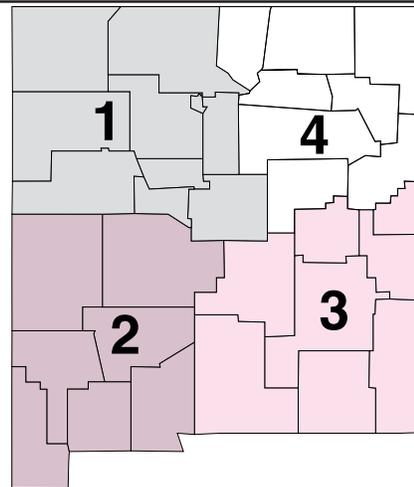
### TEXAS DAIRY MILKING HERD SIZE ARRAY FOR GEOGRAPHIC REGIONS\* - MAY 1999

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	1	4	8	1	4	3	14,047
2	7	5	2	0	0	2	4,945
3	88	117	80	27	19	41	147,149
4	73	55	17	7	0	2	25,372
5N	260	180	65	10	3	2	76,985
5S	19	4	2	0	0	0	2,085
6	3	1	2	1	0	6	16,462
7	11	1	3	1	2	1	5,406
8	38	15	5	3	0	0	7,985
9	1	3	0	0	0	0	423
10	2	7	2	2	1	0	3,900
TOTAL	503	392	186	52	29	57	304,758

\*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 1999

REGION	NUMBER OF PRODUCER'S	% OF MILK MARKETED	PERCENT BUTTERFAT	PERCENT PROTEIN	PERCENT LACTOSE	PERCENT S-N-F	SCC (1,000)
1	19	5.04	3.59	3.20	4.80	8.72	190
2	32	20.65	3.47	3.15	4.81	8.67	201
3	106	74.31	3.48	3.17	4.77	8.65	257
4	0	0	0	0	0	0	0
TOTAL	157	100.00	3.48	3.16	4.79	8.66	240

### NEW MEXICO DAIRY MILKING HERD SIZE FOR GEOGRAPHIC REGIONS\* - MAY 1999

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	9	3	5	0	2	0	10,431
2	1	5	4	18	3	1	42,715
3	12	6	20	37	24	7	153,728
4	0	0	0	0	0	0	0
TOTAL	22	14	29	55	29	8	206,874

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

### Minimum Prices at 3.5%, for Federal Orders 126 and 138 (Zone 1) Formula Prices (3.5%) and Price Quotations

Month	Class I a/		Class II	Class III	Class III-A	Uniform a/		B F Diff.	Grade A Butter	Block Cheese	Spray Powder
	126	138				126	138				
	----- Dollars Per Hundred Wt. -----								¢/Point	-----Cents Per Pound-----	
April	16.48	15.67	13.62	12.01	12.88	14.46	13.24	14.2	128.56	130.72	104.26
May	15.97	15.16	13.11	10.88	13.96	13.93	12.80	17.5	149.45	120.34	103.48
June	15.17	14.36	12.31	13.10	15.38	14.11	13.69	21.7	184.68	140.38	102.89
July	14.04	13.23	11.18	14.77	15.59	13.22	13.04	22.3	191.85	156.56	102.97
August	16.26	15.45	13.40	14.99	16.52	15.50	15.05	24.5	208.30	163.20	104.63
September	17.93	17.12	15.07	15.10	19.81	16.81	16.09	32.5	266.66	165.56	110.07
October	18.15	17.34	15.29	16.04	18.13	17.29	16.63	27.3	231.89	175.34	111.80
November	18.26	17.45	15.40	16.84	14.87	17.44	16.89	17.8	165.47	183.17	112.50
December	19.20	18.39	16.34	17.34	13.48	17.85	17.08	13.2	132.31	187.07	114.90
Averages 1998b/	16.70	15.89	13.84	14.20	14.85	15.43	14.65	19.2	168.71	153.63	106.94
January 1999	20.00	19.19	17.14	16.27	13.12	18.03	16.68	13.7	133.22	175.95	108.93
February	20.50	19.69	17.64	10.27	12.78	16.27	19.03	13.9	122.53	130.10	104.37
March	19.43	18.62	16.57	11.62	12.36	15.76	14.49	13.2	120.27	130.92	102.39
April	13.43	12.62	10.57	11.81	11.06	12.33	12.03	9.5	93.98	131.31	102.28
May	14.78	13.97	11.92	11.26	11.62	12.97	12.43	11.1	103.89	126.61	102.28
June	14.97	14.16	12.11	11.42	13.29	13.37	12.84	16.1	140.31	127.47	101.39
July	14.42	13.61	11.56								
August	14.58	13.77	11.72								

a/ Subject to zone and location adjustments. b/ Simple averages

**POUNDS OF GRADE A MILK MARKETED BY  
PRODUCERS LOCATED IN TEXAS BY MONTHS:  
JANUARY 1997 THROUGH JUNE 1999, WITH PERCENTAGE COMPARISONS**

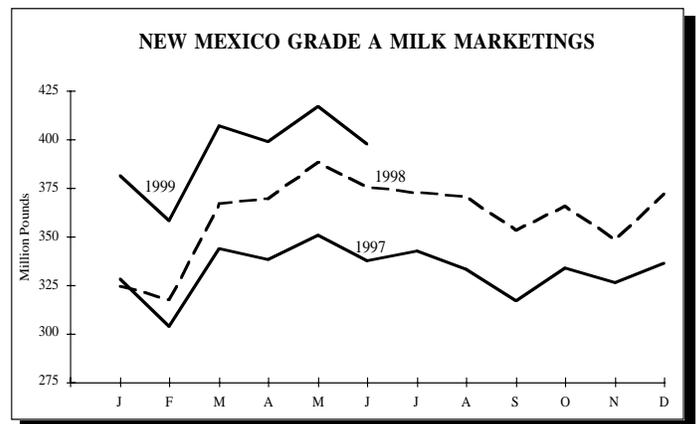
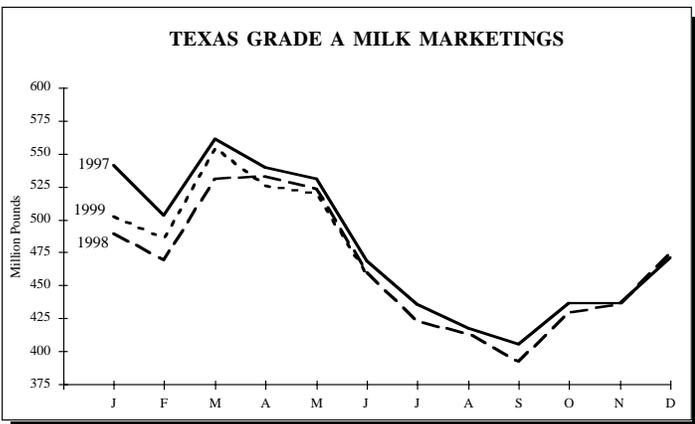
MONTH	1997 POUNDS	Number of Producers	1998 POUNDS	Number of Producers	1999 POUNDS	Number of Producers	PERCENT CHANGE 1998/97	1999/98
January	540,918,023	1,610	491,168,340	1,359	501,754,729	1,251	-9.20	+2.16
February	503,177,566	1,591	469,305,849	1,347	486,044,271	1,245	-6.73	+3.57
March	560,823,025	1,566	532,588,272	1,339	553,983,640	1,241	-5.03	+4.02
April	539,258,903	1,553	532,823,237	1,336	525,773,380	1,233	-1.19	-1.32
May	530,457,547	1,550	524,523,430	1,319	519,613,189	1,219	-1.12	-.94
June	468,546,651	1,523	464,057,905	1,321	458,247,406	1,216	-.96	-1.25
July	435,777,197	1,489	422,973,696	1,305			-2.94	
August	417,271,524	1,463	413,296,879	1,298			-.95	
September	405,563,476	1,435	392,427,802	1,300			-3.24	
October	436,528,559	1,408	429,372,951	1,289			-1.64	
November	436,607,225	1,391	435,572,798	1,271			-.27	
December	<u>470,803,040</u>	1,368	<u>474,573,747</u>	1,260			<u>+8.0</u>	
Years Total	5,745,732,736		5,582,684,906				-2.84	

\*Revised figures

**POUNDS OF GRADE A MILK MARKETED BY  
PRODUCERS LOCATED IN NEW MEXICO BY MONTHS:  
JANUARY 1997 THROUGH JUNE 1999, WITH PERCENTAGE COMPARISONS**

MONTH	1997 POUNDS	Number of Producers	1998 POUNDS	Number of Producers	1999 POUNDS	Number of Producers	PERCENT CHANGE 1998/97	1999/98
January	328,059,604	156	324,314,276	158	381,115,401	156	-1.14	+17.51
February	303,972,265	156	317,500,751	156	358,049,940	157	+4.45	+12.77
March	343,866,862	157	366,656,779	157	406,789,374	156	+6.63	+10.95
April	337,943,697	157	369,782,775	156	399,229,362	157	+9.42	+7.96
May	350,910,125	158	388,308,155	155	416,852,251	157	+10.66	+7.35
June	337,592,757	158	378,569,203	159	397,483,877	159	+12.14	+5.00
July	342,391,766	159	372,803,402	157			+8.88	
August	333,406,557	156	370,668,016	156			+11.18	
September	317,181,279	159	353,457,040	155			+11.44	
October	333,587,208	158	365,469,264	159			+9.56	
November	326,212,021	158	348,126,652	158			+6.75	
December	<u>336,117,343</u>	157	<u>371,894,332</u>	157			<u>+10.64</u>	
Years Total	3,991,241,484		4,327,550,645				+8.43	

\*Revised figures



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## TEXAS AND NEW MEXICO MARKET COMPONENT TEST

Month	Butterfat		Protein		Lactose		S-N-F		SCC*	
	TX	NM	TX	NM	TX	NM	TX	NM	TX	NM
June	3.43	3.37	3.15	3.11	4.77	4.83	8.63	8.63	385	254
July	3.41	3.33	3.14	3.08	4.75	4.81	8.59	8.57	417	273
August	3.44	3.37	3.17	3.11	4.73	4.79	8.60	8.60	424	272
September	3.51	3.40	3.22	3.17	4.72	4.77	8.64	8.65	431	262
October	3.58	3.50	3.30	3.28	4.74	4.78	8.74	8.76	403	255
November	3.71	3.65	3.33	3.32	4.78	4.78	8.81	8.79	387	271
December	3.71	3.67	3.34	3.32	4.78	4.77	8.81	8.80	378	263
Average 1998	3.57	3.52	3.23	3.20	4.77	4.80	8.71	8.70	388	285
January 1999	3.67	3.64	3.30	3.26	4.78	4.78	8.78	8.75	375	261
February	3.59	3.60	3.25	3.24	4.78	4.77	8.74	8.72	351	267
March	3.59	3.57	3.26	3.22	4.81	4.78	8.76	8.71	346	255
April	3.50	3.52	3.23	3.20	4.81	4.79	8.74	8.69	342	242
May	3.52	3.48	3.19	3.16	4.80	4.79	8.70	8.66	348	240
June	3.53	3.45	3.19	3.14	4.76	4.79	8.66	8.63	395	265

\* In thousands.

## NEW MEXICO - WEST TEXAS MILK MARKET AT A GLANCE

	REPORTED JUNE 1999	REPORTED MAY 1999	REPORTED JUNE 1998
<b>TOTAL UTILIZATION</b>			
CLASS I	50,960,915	52,455,665	51,861,173
CLASS II	9,625,223	7,897,766	9,873,157
CLASS III/III-A	47,524,128	72,532,280	98,764,133
CLOSING INVENTORY (CLASS I, II AND III)	5,777,367	6,115,551	5,725,408
TOTAL UTILIZATION	113,887,633	139,001,262	166,223,871
DAILY CLASS I UTILIZATION	1,698,697	1,692,118	1,728,706
JUNE -DAILY CLASS I COMPARED TO:		+ .39%	- 1.74%
CLASS I YEAR TO DATE (IN THOUSANDS)	322,395	271,434	326,804
% CHANGE FROM PREVIOUS YEAR	- 1.35%	- 1.28%	- .66%
<b>TOTAL RECEIPTS</b>			
PRODUCER RECEIPTS CLASSIFIED AS CLASS I	48,428,289	49,321,672	49,698,705
PRODUCER RECEIPTS CLASSIFIED AS CLASS II	8,063,277	6,766,003	8,473,430
PRODUCER RECEIPTS CLASSIFIED AS CLASS III/III-A	46,398,391	73,984,602	97,244,117
TOTAL PRODUCER RECEIPTS	102,889,957	130,072,277	155,416,252
OTHER SOURCE A/	4,880,129	4,838,918	3,541,109
OPENING INVENTORY	6,117,547	4,087,923	6,732,898
OVERAGE		2,144	533,612
TOTAL RECEIPTS	113,887,633	139,001,262	166,223,871
<b>DAILY PRODUCER RECEIPTS</b>	3,429,665	4,195,880	5,180,542
JUNE -DAILY PRODUCER RECEIPTS COMPARED TO:		- 18.26%	- 33.80%
PRODUCER RECEIPTS YEAR TO DATE (IN THOUSANDS)	744,649	641,759	1,185,513
% CHANGE FROM PREVIOUS YEAR	- 37.19%	- 37.70%	+ 2.60%
AVERAGE BUTTERFAT TEST OF PRODUCER RECEIPTS	3.475%	3.515%	3.370%
% PRODUCER MILK CLASSIFIED AS CLASS I	47.07%	37.92%	31.98%
NUMBER OF PRODUCERS	77	89	120
AVERAGE DAILY DELIVERY PER PRODUCER	44,541	47,145	43,171
NUMBER OF POOL HANDLERS	9	9	12

A/ INCLUDES MILK, SKIM MILK, CREAM AND SKIM EQUIVALENT OF CONCENTRATED SKIM MILK PRODUCTS

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

**TEXAS MARKETING AREA**  
**NEW MEXICO - WEST TEXAS MARKETING AREA**  
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**TEXAS MILK MARKET AT A GLANCE**

	<u>REPORTED</u> <u>JUNE 1999</u>	<u>REPORTED</u> <u>MAY 1999</u>	<u>REPORTED</u> <u>JUNE 1998</u>
<b>TOTAL UTILIZATION</b>			
CLASS I	263,658,633	275,060,730	252,695,102
CLASS II	132,713,086	127,610,354	131,889,335
CLASS III/III-A	255,157,298	362,042,586	54,837,424
CLOSING INVENTORY (CLASS I, II AND III)	27,301,066	31,036,483	25,580,960
TOTAL UTILIZATION	678,830,083	795,750,153	465,002,821
DAILY CLASS I UTILIZATION	8,788,621	8,872,927	8,423,170
JUNE -DAILY CLASS I COMPARED TO:		- .95%	+ 4.34%
CLASS I YEAR TO DATE (IN THOUSANDS)	1,640,562	1,376,904	1,586,452
% CHANGE FROM PREVIOUS YEAR	+ 3.41%	+ 3.23%	- 4.58%
<b>TOTAL RECEIPTS</b>			
PRODUCER RECEIPTS CLASSIFIED AS CLASS I	261,442,919	272,319,231	253,781,188
PRODUCER RECEIPTS CLASSIFIED AS CLASS II	121,702,930	117,983,729	122,186,913
PRODUCER RECEIPTS CLASSIFIED AS CLASS III/III-A	244,596,008	358,022,184	49,298,549
TOTAL PRODUCER RECEIPTS	627,741,857	748,325,144	425,266,650
OTHER SOURCE A/	20,051,743	19,530,050	10,056,401
OPENING INVENTORY	31,036,483	27,894,959	29,679,770
OVERAGE			
TOTAL RECEIPTS	678,830,083	795,750,153	465,002,821
<b>DAILY PRODUCER RECEIPTS</b>	20,924,729	24,139,521	14,175,555
JUNE -DAILY PRODUCER RECEIPTS COMPARED TO:		- 13.32%	+ 47.61%
PRODUCER RECEIPTS YEAR TO DATE (IN THOUSANDS)	3,686,838	3,059,096	3,234,606
% CHANGE FROM PREVIOUS YEAR	+ 13.98%	+ 8.89%	- 9.37%
AVERAGE BUTTERFAT TEST OF PRODUCER RECEIPTS	3.510%	3.507%	3.430%
% PRODUCER MILK CLASSIFIED AS CLASS I	41.65%	36.39%	59.68%
NUMBER OF PRODUCERS	1,327	1,314	1,390
AVERAGE DAILY DELIVERY PER PRODUCER	15,768	18,371	10,198
NUMBER OF POOL HANDLERS	33	34	32

A/ INCLUDES MILK, SKIM MILK, CREAM AND SKIM EQUIVALENT OF CONCENTRATED SKIM MILK PRODUCTS.