



UNITED STATES DEPARTMENT OF AGRICULTURE
AGRICULTURAL MARKETING SERVICE
DAIRY PROGRAMS

Office Address:
1404 Carroll
Carrollton, TX 75006-7245
Phone: (972) 245-6060
Fax: (972) 245-3211
Lab Fax: (972) 389-0823

Milk Market Administrator
SOUTHWEST MILK MARKETING AREA
Federal Order No. 126

Mailing Address:
P O Box 110939
Carrollton, TX 75011-0939
Home page: www.dallasma.com
E-mail: sw.order@dallasma.com

October 1, 2018

TO: Handler, Cooperatives, and Interested Parties

FROM: Cary Hunter, Market Administrator, Southwest Federal Order, Carrollton, Texas

SUBJECT: Expiration of Dairy Forward Pricing Program

Many programs and policies of the U.S. Department of Agriculture (USDA) were authorized under the Agriculture Act of 2014 (2014 Farm Bill) through September 30, 2018. Beginning October 1, 2018, the authority or funding provided under the 2014 Farm Bill for USDA to operate a number of these programs, including the Dairy Forward Pricing Program expired. As of October 1, 2018, Congress has not passed a 2018 Farm Bill or other legislation extending the authority for USDA to carry out this program, and USDA cannot make new commitments to the program.

Therefore, proprietary handlers establishing **new** forward contracts on or after October 1, 2018, will not be exempt from paying minimum Federal order prices. Previously established contracts that extend through September 30, 2021, are not impacted.

Any questions pertaining to the above should be directed to Frank Sheckarski or me at 972-245-6060. Inquires may also be emailed to sw.order@dallasma.com.

/s/ Cary Hunter
Market Administrator

CH/vs

AW/11/18