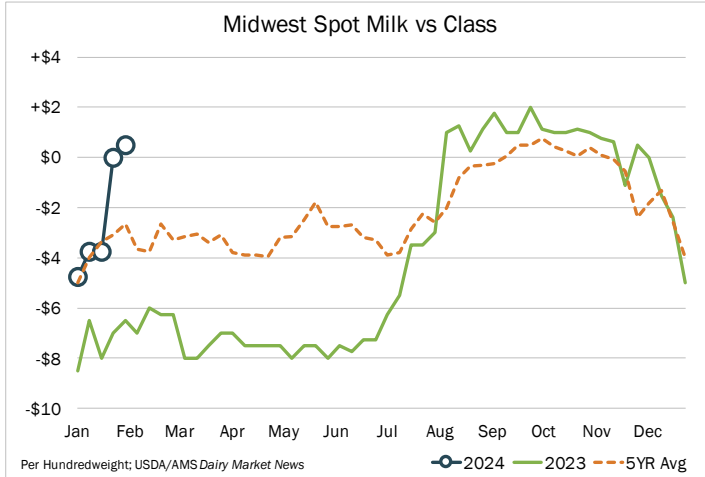


MILK PREMIUMS

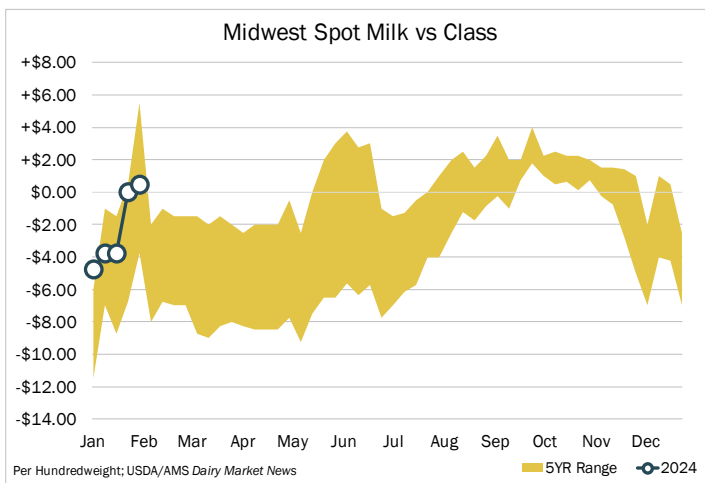
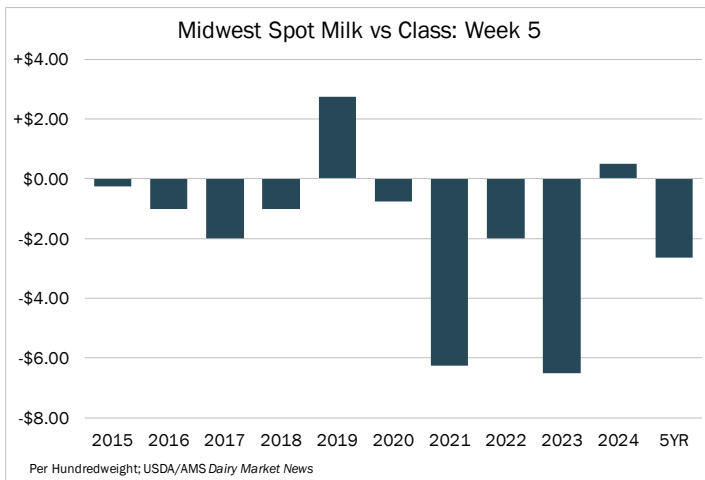
February 1, 2024



Midwest Spot			
	Low	High	Midpoint
This Week	\$0.00	+\$1.00	+\$0.50
Last Week	-\$1.00	+\$1.00	\$0.00
Last Year	-\$10.00	-\$3.00	-\$6.50
5-Year Avg	-\$10.00	+\$2.75	-\$2.55

Here is what USDA/AMS had to say:

MIDWEST: Farm milk contacts say milkfat and protein component levels are starting to settle lower week over week. Some contacts note clear differences over the past ten-day period. Milk availability, for all uses, continues to contract, while cream volumes remain widely available. Class I intakes are steady as the schoolyear settles in following the end-of-year holiday breaks. Cheesemakers are running steady to stronger schedules in the Upper Midwest. After weeks of noted downtime for myriad reasons, the past two weeks have been a return to "normalcy" in the Class III processing sector. Spot milk prices were solely reported at Class III to \$1-over Class, marking the first week since early December with no sub-Class prices recorded. The cream narrative remains similar to previous weeks, which is divergent from the fluid milk situation. There is no shortage of cream, and demand from ice cream manufacturing is in a lull.





EAST: Farm level milk production is mixed throughout the East region. Northeastern farm level milk outputs are steady. Contacts note milk components remain strong. Class I demand is steady. Class II demand is noted to be steady to stronger. Cream quantities remain ample, and churning schedules are robust. Condensed buttermilk quantities are being directed into Class II manufacturing. Slight overages for condensed skim spot loads are being shared by contacts. Contacts note farm level milk production is slightly up in the Mid-Atlantic states. Class I demand is steady. Class II demand is steady to stronger. Demand for other Classes is unchanged. Cream availability in the Mid-Atlantic is tighter than in the Northeast. In the Southeast, farm level milk outputs are unchanged. Demand for all Classes is seasonally steady. In Florida, farm level milk production is trending flat. Class I demand is noted to be seasonally stronger. Demand for all other Classes is unchanged.

WEST: In California, milk production is stronger. Some handlers note preliminary records indicate January 2024 milk production is up from December 2023 and above January 2023. Manufacturers relay good balance between milk volumes and processing capacities. Processors relay some planned downtime for maintenance. Demands for all Classes are strong to steady. According to the California Department of Water Resources, as of January 30, 2024, the state has gotten 9.79 inches of precipitation for the current 2023-24 Water Year, down 2.41 inches from the historical mean. In Arizona, handlers indicate farm level milk output is steady to slightly lower. That said, milk volumes are meeting the needs of manufacturers. Class I and IV demands are strong to steady. Class II and III demands are steady. Handlers note milk production is steady to slightly lower in New Mexico. However, milk volumes are meeting the needs of processors. Stakeholders indicate precipitation and snowfall totals remain below average levels. All Classes have strong to steady demand. In the Pacific Northwest, farm level milk output is steady to stronger. Stakeholders relay milk volumes are currently more balanced with processors' needs compared to recent prior weeks with weather-related disruptions. Demands for all Classes are unchanged. A few stakeholders say daytime temperatures have set new records in parts of Idaho recently. In the Mountain states, farm level milk output is mixed. Handlers note steady to slightly stronger milk production in Idaho and Utah and steady to slightly lower milk production in Colorado. Some processors indicate fat components have increased and protein components have decreased in current milk volumes from the dairies. Spot loads are available for buyers. Class demands are strong to steady. Although cream is readily available throughout the region, stakeholders say seller offerings are slightly lighter for a few parts of the West. Cream demand is mixed. Multiples moved down across all facets of both ranges. Condensed skim milk spot load demand is mixed.

