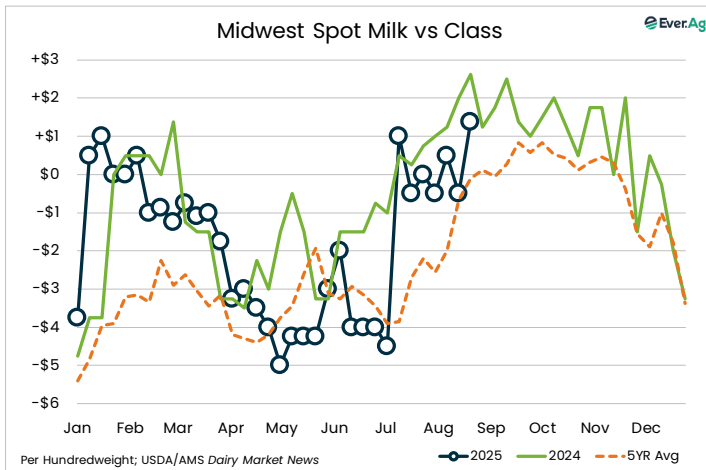
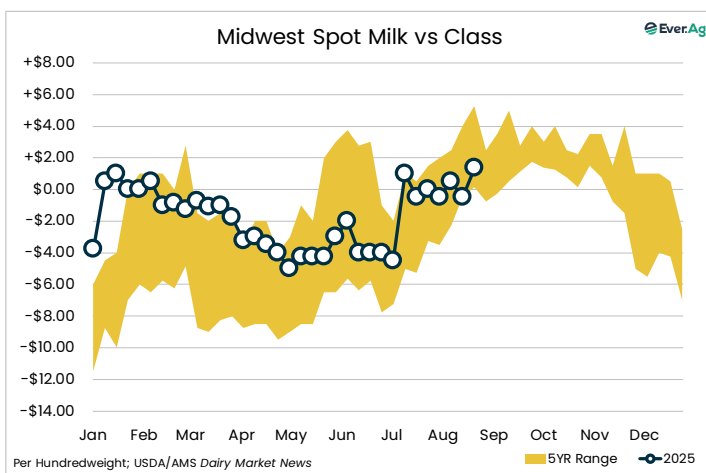
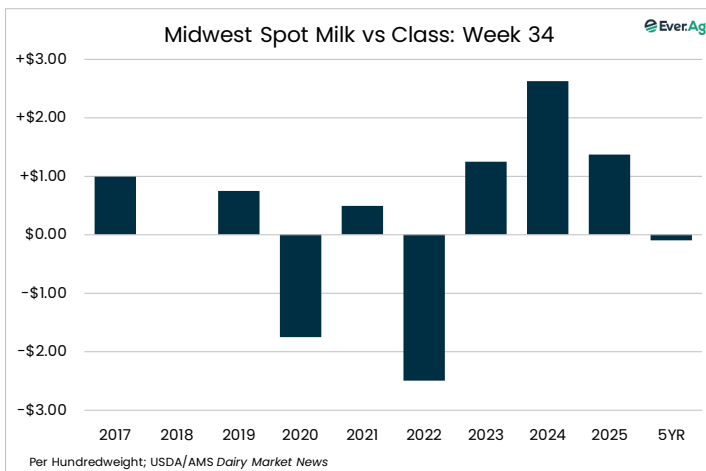


# MILK PREMIUMS

August 21, 2025



| Midwest Spot |         |         |          |
|--------------|---------|---------|----------|
|              | Low     | High    | Midpoint |
| This Week    | \$0.00  | +\$2.75 | +\$1.38  |
| Last Week    | -\$3.00 | +\$2.00 | -\$0.50  |
| Last Year    | +\$2.25 | +\$3.00 | +\$2.63  |
| 5-Year Avg   | -\$5.00 | +\$3.00 | -\$0.10  |



## Here is what USDA/AMS had to say:

**MIDWEST:** Summer temperatures are beginning to level out in the upper Midwest, contributing to a more balanced milk supply. Some contacts are very optimistic about grain supplies in the area because of the large amounts of rain this past week. Southern states are still seeing hotter temperatures, keeping milk volumes seasonally low. Milk components throughout the entire central region are higher than anticipated. Bottling manufacturers are increasing production to prepare for the start of the fall semester at many educational institutions. Ice cream manufactures began decreasing production runs as the summer ends. Class III production remains steady to strong. Production remained steady, leading to less spot milk available for Class III. Class III milk traded from flat to \$2.75 over this week. Class IV production is increasing.



**EAST:** Bottling production in the East is contributing to tighter supplies of milk throughout the region. The bottling increase is attributed to the start of the fall semester for many educational institutions. There are several reports of butter makers taking in cream to keep the churns full. Class II production is steady but not as strong as peak summer weeks. Class III production remains steady to strong. Spot purchases of milk for cheese production were low this week. Cheese makers are still showing a strong demand for condensed skim milk. Demand remains strong for Class II production as well. Sales of condensed skim are going from \$0.15 to \$0.25 over Class price. Condensed skim milk supply is tightening in the region.

**WEST:** California milk production is lightening. Handlers convey hotter summer temperatures are taking hold and negatively impacting milk output. However, some manufacturers note milk intakes are above anticipated volumes. Handlers report July 2025 year over year milk production was up and August 2025 year over year milk production is also trending upward. Central Valley processors report balanced milk volumes, but downtime from equipment damage is expected to bring milk output closer to processing capacities. Milk production in Arizona is lighter. Handlers indicate August 2025 year over year milk production is trending upward. New Mexico farm level milk output is lighter. Pacific Northwest handlers indicate week over week milk production is generally steady, but fat components in milk output are decreasing. Manufacturers convey milk intakes are at anticipated volumes. Week over week milk production in the mountain states of Idaho, Utah, and Colorado are mixed. Colorado handlers convey milk decreases are milder than anticipated and year over year milk output is up this summer. Idaho stakeholders note spot milk volumes are ample enough to accommodate manufacturing needs. Class I demand varies from steady to stronger as some educational institutions are beginning the new school year now. Class II demand varies from steady to lighter throughout the region. Class III and IV demands are steady throughout the region.

