

CENTER FOR
Dairy EXCELLENCE
Dairy Week In Review

Dated June 22, 2022



Markets:

Dairy Prices	Price	Chge. from Week Ago	Chge. from Month Ago	Chge. from Year Ago
Class III Milk Price (June)	\$24.31/cwt.	▼ 0.2 %	▼ 3.1 %	▲ 40.4 %
Class IV Milk Price (June)	\$25.85/cwt.	▲ 0.2 %	▲ 3.3 %	▲ 57.2 %
Corn (July)	\$ 7.60/bushel	▼ 1.9 %	▼ 1.5 %	▲ 15.3 %
SBean Meal (July)	\$431.3/ton	▲ 3.3 %	▲ 1.1 %	▲ 18.7 %
DMC Margin (April)*	\$ 12.29/cwt.	—	▲ 6.4 %	▲ 96.0 %

*Each issue of "Dairy Week in Review" will report on the most recent Milk Margin published through USDA's Dairy Margin Coverage Program. This margin is published each month after the USDA Ag Prices Report is released.

- US total milk production continues to be down year over year, falling 0.7 percent to 19.7 billion pounds in May. Milk production per cow was up 8 pounds to an average of 2,096 pounds. The nation's dairy herd was at 9.41 million head, 102,000 head less than May 2021, but 2,000 head more than April 2022. That is the largest year-over-year loss in cow numbers since May 2010. California's milk production was down 1.7 percent from a year ago, while Wisconsin's milk production was up 0.8 percent. Idaho's milk production was down 0.3 percent, while New York's milk production was flat. Texas' milk production was up 5.8 percent, while Michigan's was down 1.7 percent and Minnesota's was down 1 percent. Pennsylvania's milk production was down 1.1 percent, with 8,000 fewer cows than a year ago and milk production per cow in the Commonwealth was up 10 pounds.
- Milk production in other parts of the world also continues to decline. In Europe, milk production was down in the 26 countries in the European Union plus the United Kingdom by 1.5 percent year over year. Nearly every major milk producing country declined in milk production in April, with Germany, France, and the UK posting losses of 2.6 percent, 2 percent, and 1.7 percent, respectively.
- The dairy price index fell 1.3 percent to \$4,600 per metric ton on the latest Global Dairy Trade auction. Cheddar cheese prices were up 9 percent, while butter prices were up 2.4 percent. Skim milk powder prices were up 1 percent, while whole milk powder prices fell 0.6 percent.

Government and Industry:

- With National Dairy Month approaching in June and to showcase the hard work of Pennsylvania dairy farmers, the Center is offering free outdoor garden flags that include "Choose PA Dairy" messaging and are available at no cost to dairy farm families who want to showcase the value of dairy farming in their communities. Limited quantities of flags are available. Visit www.centerfordairyexcellence.org/june-dairy-month/ to view the design and request a flag to be mailed to you while supplies last. Or call 717-346-0849 to order one.
- June 1 marked the first day of the 5th Annual Scooped: An Ice Cream Trail and will run through September 10, 2022. The Ice Cream Trail is a partnership between the Center for Dairy Excellence, PA Preferred®, and the Pennsylvania Tourism Office. The Ice Cream Trail draws more than 5,000 people from over 25 states. There are 30 creameries across the Commonwealth participating in this year's Ice Cream Trail. Visit www.visitpa.com/trip/scooped-ice-cream-trail for more information and a complete list of participating creameries.
- Pennsylvania dairy farmer Lolly Leshar emphasized the importance of the farm bill safety net program and called for milk pricing improvements today during a House Agriculture Committee hearing. Leshar testified on behalf of the cooperative and the National Milk Producers Federation (NMPF) during a congressional review of dairy provisions in the Farm Bill. The dairy industry, under NMPF's leadership, is seeking consensus on a range of FMMO improvements, including the Class I mover, that can be taken to USDA for consideration in a federal order hearing.