Farm and Foreign Agricultural Services

Farm Service Agency

December 31, 2001

D&DOD-112

Kansas City Commodity Office P.O. Box 419205 Kansas City, Missouri 64141-6205



NOTICE TO THE DAIRY INDUSTRY

The Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2002, extends the Milk Price Support Program through May 31, 2002. The 2001 support price of \$9.90 per hundredweight (cwt.) for manufacturing grade milk with an annual average milkfat of 3.67 percent will remain in effect.

The purchase prices for bulk dairy products, in accordance with Announcement Dairy-5, will remain unchanged for now as follows, but will be reconsidered as the 2002 calendar year begins: butter, \$.8548 per pound; block Cheddar cheese, \$1.1314 per pound; barrel cheese, \$1.1014 per pound; nonfortified nonfat dry milk, \$.9000 per pound; and fortified nonfat dry milk, \$.9100 per pound.

The announced prices for consumer-size packages of print butter, process cheese, and instant nonfat dry milk will also remain unchanged for now in accordance with the applicable announcements and invitations as follows: print butter, \$.8848 per pound; \$1.1839 per pound for 5-pound loaves of process cheese; \$1.2239 per pound for 2-pound loaves of process cheese; and \$1.0575 per pound for instant nonfat dry milk.

/s/

George W. Aldaya Director