

United States Department of Agriculture

December 10. 2002

D&DOD-145

Farm and Foreign **Agricultural Services**

Commodity Credit Corporation

NOTICE TO THE DAIRY INDUSTRY

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



Commodity Credit Corporation (CCC) will make available U.S. Extra Grade, spray process, nonfat dry milk (NDM) in 25-kilogram bags acquired under the Milk Price Support Program (MPSP) for unrestricted sale to the industry. On the date of sale, CCC will set the sell-back price at the higher of the:

- 1.) Current MPSP purchase price for NDM, or
- 2.) The average of the previous week's Dairy Market News quotes (LOW/MEDIUM HEAT: MOSTLY:) for the regional location where stored.

The West region quote covers 11 Western States, while the Central and East quote covers the other 37 States in the contiguous United States. These sales will be made under the terms and conditions of Announcement KC-DS-2. Announcement KC-DS-2 can be found on the Commodity Operation's website: http://www.fsa.usda.gov/procurement Notices to the trade can be found at http://www.fsa.usda.gov/notices. CCC will continue to evaluate the impact sales are having on the market.

Inquiries regarding sales of NDM should be directed to the Dairy Procurement and Inventory Branch, at (816) 926-6050.

George W. Aldaya Director