

PREMIER PRESS

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CONGRATS

Congratulations to Kevin Koon. Kevin was elected Vice President of the Board of Directors for Premier Milk last month at the directors meeting.

PMI Membership Meeting

Premier Milk will hold a membership meeting on Monday, September 22, 2014 at 6:30 pm at the 4th District Community Center. As a reminder the 4th District Community Center is located about 1 ¼ miles west of Branford on Hwy 27. Discussion topics will include new government dairy program called Margin Protection Program, changes within Premier Milk, and sustainability program. Please come for the steak dinner and learn about the changes that are occurring in the dairy industry. Please RSVP to Tom Pittman at 352-875-8194 or tpittman@premiermilk.org

Fluid Milk Sales Decline

U.S. Department of Agriculture's (USDA) May Estimated Total U.S. Sales of Fluid Milk Products report showed total fluid milk sales at 4.2 billion pounds, down 152 million pounds (3.5%) from the prior year. This was the fourth consecutive month of previous-year declines greater than 1%. Leading the overall decrease was a decline of 12.2% to 498 million pounds in the fat-free (skim milk) category. This marks the fourth consecutive month of previous year declines greater than 10%. Notable increases were reported in the total organic milk category, which increased by 16 million pounds (8.2%) compared with the prior year. See graph to the right.

FDA Inspections

Recently a dairy farm in North Georgia underwent an on-farm BSE inspection by the Food and Drug Administration (FDA). While most inspections are conducted at feed production operations, dairy and beef farms can be inspected as well. In 2008, FDA strengthened their original BSE Feed Rule by prohibiting the use of the highest risk cattle tissues in ALL animal feed. The rule does not prohibit the use of mammalian protein as an ingredient in feed for non-ruminants, but requires process and control systems to ensure that such use does not cause contamination of ruminant feed during feed manufacture or transport.

We would like for dairymen to be aware that this type of inspection could be a possibility for any dairy farm in the future. Below are the requirements that livestock producers must meet for FDA's BSE Feed Rule.

What to Expect During a FDA On-Farm Inspection for BSE:

If you feed ruminants and do not manufacture feed, the checklist for compliance to BSE standards is fairly simple.

Dairymen must:

- Keep copies of labels for all feed containing animal protein.
- Keep copies of purchase invoices for all feed containing animal protein.
- Keep these copies for at least a year. *It is advisable to keep copies of labels for all feeds (even those not containing animal protein) in order to show that you are taking a proactive approach to keeping your ruminants BSE-free.*
- Make sure to keep your feed properly labeled because inspectors may ask to see where feed is stored and check to ensure that it is labeled correctly.

Pet Food:

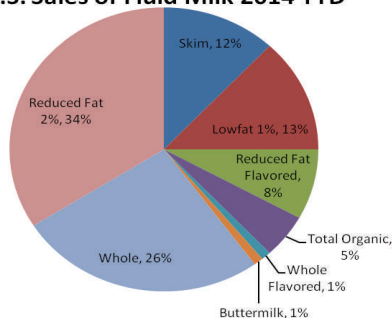
- If you store feeds for pets (such as cats and dogs, for which animal proteins are acceptable), store those in a separate facility from the ruminant feeds.
- Make sure ruminants do not have access to this separate storage facility.
- Never feed pet food or feed intended for other species to your ruminant.

The inspection is more extensive for feed-production operations. The details of this inspection can be found, along with the entire BSE inspection checklist, at this link:

<http://www.fda.gov/downloads/AboutFDA/ReportsManualsForms/Forms/UCM052412.pdf>

* Reprinted from GA Milk Producers Newsletter

U.S. Sales of Fluid Milk 2014 YTD



Premier
MILK INC.
Where Premium Quality Comes Standard.



Premier Milk MARKET MINUTE

Commodity Prices	Dec	Jan	Feb	March	April	May	June	July	Current
Cheese - World Market	\$ 2.1886	\$ 2.2226	\$ 2.3020	\$ 2.3133	\$ 2.2113	\$ 2.0865	\$ 2.1092	\$ 2.0374	\$ 1.9051
Cheese - CME Block	\$ 1.9393	\$ 2.2214	\$ 2.1946	\$ 2.3554	\$ 2.2439	\$ 2.0155	\$ 2.0238	\$ 1.9870	\$ 2.2200
Cheese - CME Barrel	\$ 1.8651	\$ 2.1727	\$ 2.1757	\$ 2.2790	\$ 2.1842	\$ 1.9985	\$ 1.9380	\$ 1.9970	\$ 2.2100
Cheese - NASS	\$ 1.8761	\$ 2.0838	\$ 2.2864	\$ 2.2689	\$ 2.3547	\$ 2.1703	\$ 2.0358	\$ 2.0482	\$ 2.0450
Butter - World Market	\$ 2.2439	\$ 2.2519	\$ 2.2396	\$ 2.1928	\$ 2.0369	\$ 1.9614	\$ 1.9660	\$ 1.8994	\$ 1.7718
Butter - CME Cash	\$ 1.5963	\$ 1.7756	\$ 1.8047	\$ 1.9164	\$ 1.9357	\$ 2.1713	\$ 2.2630	\$ 2.4624	\$ 2.6600
Butter - NASS	\$ 1.6308	\$ 1.6475	\$ 1.8320	\$ 1.8562	\$ 1.9227	\$ 2.0477	\$ 2.1874	\$ 2.3473	\$ 2.4807
NFDM - World Market	\$ 2.0809	\$ 2.1451	\$ 2.1843	\$ 2.1092	\$ 1.9263	\$ 1.8214	\$ 1.7548	\$ 1.7218	\$ 1.5507
NFDM - Central A.O.M.	\$ 2.0225	\$ 2.0780	\$ 2.0916	\$ 2.1088	\$ 2.0340	\$ 1.8600	\$ 1.8163	\$ 1.8198	\$ 1.7250
NFDM - NASS	\$ 1.9537	\$ 2.0335	\$ 2.0783	\$ 2.0897	\$ 2.0191	\$ 1.8768	\$ 1.8633	\$ 1.8617	\$ 1.7958
Whey - Central A.O.M.	\$ 0.5547	\$ 0.5745	\$ 0.6044	\$ 0.6266	\$ 0.6468	\$ 0.6653	\$ 0.6610	\$ 0.6590	\$ 0.6575
Whey - NASS	\$ 0.5706	\$ 0.6025	\$ 0.6314	\$ 0.6554	\$ 0.6774	\$ 0.6745	\$ 0.6789	\$ 0.6890	\$ 0.6971
F. O. 6 Class I @ Tampa	\$ 25.77	\$ 26.88	\$ 27.42	\$ 29.04	\$ 29.05	\$ 29.87	\$ 28.26	\$ 28.42	\$ 29.27
Net Cl. I Prem. @ Tampa	\$ 3.17	\$ 3.17	\$ 3.17	\$ 3.17	\$ 3.17	\$ 3.17	\$ 3.17	\$ 3.17	\$ 3.17
F.O. 6 Class I Utilization	84.0%	85.0%	84.4%	82.7%	84.3%	86.9%	80.6%	84.7%	
F. O. 6 Blend @ Tampa	\$ 25.28	\$ 26.18	\$ 27.24	\$ 28.19	\$ 28.45	\$ 29.25	\$ 27.53	\$ 27.95	
PMI - Average SCC	260,905	295,303	303,830	290,300	283,318	293,490	325,933	373,786	
PMI - Average SPC	7,395	9,363	8,442	9,377	8,115	7,215	9,824	11,402	
PMI - Average PIC	12,220	11,776	15,036	13,436	11,964	16,514	14,156	19,550	
Premiums Paid - PMI	\$ 0.51	\$ 0.50	\$ 0.39	\$ 0.47	\$ 0.49	\$ 0.53	\$ 0.42	\$ 0.21	

Class III Milk Futures	April	May	June	July	Current
Aug-14	\$ 20.00	\$ 20.30	\$ 21.18	\$ 21.47	\$ 22.15
Sep-14	\$ 19.89	\$ 20.34	\$ 21.12	\$ 21.36	\$ 22.75
Oct-14	\$ 19.49	\$ 19.98	\$ 20.95	\$ 20.59	\$ 21.25
Nov-14	\$ 18.95	\$ 19.52	\$ 20.51	\$ 19.75	\$ 19.90
Dec-14	\$ 18.65	\$ 19.01	\$ 20.05	\$ 19.35	\$ 19.11
Jan-15	\$ 18.21	\$ 18.50	\$ 19.40	\$ 18.64	\$ 18.52
Feb-15	\$ 18.10	\$ 18.26	\$ 18.75	\$ 18.31	\$ 18.02
Mar-15	\$ 18.00	\$ 18.20	\$ 18.59	\$ 18.16	\$ 17.97
Apr-15	\$ 17.99	\$ 18.20	\$ 18.57	\$ 18.10	\$ 17.94
May-15		\$ 18.24	\$ 18.37	\$ 18.09	\$ 18.00
Jun-15			\$ 18.00	\$ 18.09	\$ 18.00
Jul-15				\$ 18.07	\$ 18.07

Mailbox Price Comparison		
FL	USDA	PMI
Jul-14		\$ 27.96
Jun-14		\$ 27.28
May-14	\$ 27.41	\$ 29.09
Apr-14	\$ 27.13	\$ 27.91
Mar-14	\$ 27.27	\$ 28.17
Feb-14	\$ 26.77	\$ 26.73
Jan-14	\$ 25.33	\$ 26.01
Dec-13	\$ 24.68	\$ 24.66
Nov-13	\$ 24.57	\$ 24.66
Oct-13	\$ 23.89	\$ 23.21
Sep-13	\$ 23.40	\$ 22.99
Aug-13	\$ 23.39	\$ 23.05

Note: Class III milk futures prices are quoted at the close on the last day of the month.