

# Weekly Update

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**Date:** June 18, 2026  
**To:** CDI Member-Owners  
**From:** CDI Staff  
**Subject:** CDI Weekly Update

	Wk Ending 6/13/2026	Last Week
<b>Butter</b>	<b>\$1.6637</b>	<b>\$1.6053</b>
<b>Cheddar Cheese</b>	<b>\$1.5806</b>	<b>\$1.6151</b>
<b>Nonfat Dry Milk</b>	<b>\$1.9682</b>	<b>\$1.9654</b>
<b>Dry Whey</b>	<b>\$0.6440</b>	<b>\$0.6405</b>

*The NDPSR is USDA's survey of U.S. sales prices from the previous week. These are used to calculate FMMO prices. CME markets are discussed below as a near-term market indicator.*

## COMMODITY MARKETS

**Butter** – Spot butter settled at \$1.5550/lb. on Thursday of the holiday-shortened week, down 11.25¢ from the previous Friday. Futures followed lower, with July '26 through March '27 contracts falling 4–10.5¢. The butter market remains well supplied, with robust production and abundant milkfat supplies pressuring prices, keeping spot values below \$1.80/lb. since early April. While lower-than-expected inventories remain a point of debate, current price action suggests butter availability is more than sufficient to meet both domestic and export demand.

**Cheese** – Spot block cheddar fell 3.75¢ from Friday to Thursday, settling at \$1.4500/lb. Trading activity surged on Thursday, with 35 loads exchanged, the highest daily volume in more than 15 years. Cheddar values are struggling to gain traction as record cheese production continues to outpace demand. While exports reached all-time highs in April,

domestic consumption, which accounts for nearly 90% of total cheese use, has softened, particularly through foodservice channels. Further, strong output, especially of mozzarella and other non-cheddar varieties, has allowed inventories to gradually rebuild, limiting upside price momentum. Futures declined over the week, with July '26 through March '27 contracts losing 1–4¢.

**Powder** – Spot NFDMM settled at \$1.6400/lb., down 14.5¢ from last Friday. Nearby futures also fell

	Jun-26	Jul-26	Aug-26	Sep-26	Oct-26
<b>Advance Price (cwt)</b>	<b>\$ 16.92</b>	\$ 16.02	\$ 16.23	\$ 16.57	\$ 17.14
<b>Butterfat Price (lb)</b>	\$ 1.7291	\$ 1.6927	\$ 1.7157	\$ 1.7596	\$ 1.8081
<b>Protein Price (lb)</b>	\$ 2.4260	\$ 2.5264	\$ 2.5635	\$ 2.6918	\$ 2.7763
<b>Other Solids Price (lb)</b>	\$ 0.3870	\$ 0.3898	\$ 0.4153	\$ 0.4158	\$ 0.4333
<b>LA County PPD (cwt)</b>	\$ 2.79	\$ 2.19	\$ 1.24	\$ 0.82	\$ 0.62
<b>Tulare County PPD (cwt)</b>	\$ 2.19	\$ 1.59	\$ 0.64	\$ 0.22	\$ 0.02
<b>Tulare Co. Blend* (cwt)</b>	\$ 18.21	\$ 17.82	\$ 17.21	\$ 17.36	\$ 17.70
<b>FMMO Class III</b>	\$ 16.02	\$ 16.23	\$ 16.57	\$ 17.14	\$ 17.68
<b>FMMO Class IV</b>	\$ 21.18	\$ 17.93	\$ 17.05	\$ 17.29	\$ 17.44
<b>Next Two Payment Dates</b>	<b>June 22, 2026 (May Final)*</b> <b>June 30, 2026 (June Advance)</b> <i>*June 19 falls on a banking holiday weekend</i>				
<i>*Blend Price is after the PPD is accounted for, before the Quota Assessment, and is based on "standard" milk with 3.5% BF, 3.18% Pro, and 5.79% OS</i>					

sharply, with July and August '26 contracts down 10¢ and 6¢, respectively. Spot NFDMM has fallen more than 65¢/lb. (-28.5%) since its May 7 high, as the market has rapidly shifted from concerns about tight supplies to signs of improving availability. The steep decline in NFDMM prices, combined with a modest pullback in butter, has pushed Class IV futures substantially lower compared to a month ago, with July '26 down more than \$3/cwt.

## DAIRY REVENUE PROTECTION, AVAILABLE THROUGH CDI INSURANCE SERVICES (6/18/2026)

- Class III**
- **4<sup>th</sup> Quarter 2026:** \$16.85 floor for \$0.31/cwt
  - **1<sup>st</sup> Quarter 2027:** \$16.44 floor for \$0.37/cwt
  - **2<sup>nd</sup> Quarter 2027:** \$16.43 floor for \$0.44/cwt
  - **3<sup>rd</sup> Quarter 2027:** \$16.89 floor for \$0.51/cwt
  - **4<sup>th</sup> Quarter 2027:** Not Offered

- Class IV**
- **4<sup>th</sup> Quarter 2026:** \$16.58 floor for \$0.35/cwt
  - **1<sup>st</sup> Quarter 2027:** \$17.03 floor for \$0.60/cwt
  - **2<sup>nd</sup> Quarter 2027:** \$17.43 floor for \$0.64/cwt
  - **3<sup>rd</sup> Quarter 2027:** Not Offered
  - **4<sup>th</sup> Quarter 2027:** Not Offered

**Did you know...** that during a 90-minute World Cup match, players run between 6 to 8.5 miles? To survive the endurance, Norwegian team member, Erling Haaland, credits unpasteurized raw milk as a "magic potion" to his diet, as it's good for the stomach, skin, bones, and muscles.