Weekly Update

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Date: July 10, 2026
To: CDI Member-Owners
From: CDI Staff
Subject: CDI Weekly Update

National Dairy Product Sales Report (NDPSR)		
	Wk Ending 7/4/2026	**Last Week**
Butter	**$1.5808**	**$1.5655**
Cheddar Cheese	**$1.5154**	**$1.5300**
Nonfat Dry Milk	**$1.7912**	**$1.8439**
Dry Whey	**$0.6524**	**$0.6392**

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 noted an incredibly quiet week with the price remaining unchanged at $1.65/lb. every day. Butter production in May remained elevated with more product made in the Central and Western regions. However, output in California fell below the prior year for the second time in 2026. Still, May exports persisted at strong levels, although they are not enough to offset such robust output and tepid domestic consumption.

Cheese – The CME spot block Cheddar price moved up this week by 11.5¢ from last Friday. Futures almost moved upwards with the Aug '26 to November contracts now above $1.60/lb. Summer heat and the seasonal move lower in output may be lifting sentiment a rally is in the cards.

Powder – Spot NFDM closed the week at $1.5550.lb, which is up 5¢ from last Friday's settlement. NFDM production grew once again in May, however, skim milk powder output tanked. May NFDM exports dropped 20% YoY as high prices drove away international interest, primarily from Southeast Asia. NFDM output in the West was plentiful, but new processing capacity in the Central region and demand for Class II products is creating competition for skimsolids, with less being directed towards dryers.

Projected/Actual Milk Prices (Actual Bold, *Estimate Italicized*)					
	Jun-26	**Jul-26**	**Aug-26**	**Sep-26**	**Oct-26**
Advance Price (cwt)	**$ 16.92**	**$ 15.98**	*$ 15.68*	*$ 16.80*	*$ 17.23*
Butterfat Price (lb)	**$ 1.6900**	*$ 1.7351*	*$ 1.8317*	*$ 1.8789*	*$ 1.9274*
Protein Price (lb)	**$ 2.4553**	*$ 2.2899*	*$ 2.5405*	*$ 2.5907*	*$ 2.6266*
Other Solids Price (lb)	**$ 0.3873**	*$ 0.4004*	*$ 0.3973*	*$ 0.4153*	*$ 0.4256*
LA County PPD (cwt)	*$ 2.78*	*$ 2.36*	*$ 1.46*	*$ 1.27*	*$ 1.17*
Tulare County PPD (cwt)	*$ 2.18*	*$ 1.76*	*$ 0.86*	*$ 0.67*	*$ 0.57*
Tulare Co. Blend* (cwt)	*$ 18.16*	*$ 17.44*	*$ 17.66*	*$ 17.90*	*$ 18.14*
FMMO Class III	**$ 15.98**	*$ 15.68*	*$ 16.80*	*$ 17.23*	*$ 17.57*
FMMO Class IV	**$ 20.96**	*$ 18.61*	*$ 18.17*	*$ 18.31*	*$ 18.41*
Next Two Payment Dates	**July 20, 2026 (June Final)* July 31, 2026 (July Advance)** ***July 19 falls on a weekend*				

**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*

DAIRY REVENUE PROTECTION, AVAILABLE THROUGH CDI INSURANCE SERVICES (7/10/2026)

Class III
- **4th Quarter 2026:** $16.73 floor for $0.29/cwt
- **1st Quarter 2027:** $16.53 floor for $0.39/cwt
- **2nd Quarter 2027:** $16.56 floor for $0.42/cwt
- **3rd Quarter 2027:** $16.89 floor for $0.49/cwt
- **4th Quarter 2027:** $16.88 floor for $0.55/cwt

Class IV
- **4th Quarter 2026:** $17.43 floor for $0.46/cwt
- **1st Quarter 2027:** $17.15 floor for $0.58/cwt
- **2nd Quarter 2027:** $17.37 floor for $0.62/cwt
- **3rd Quarter 2027:** $16.65 floor for $0.58/cwt
- **4th Quarter 2027:** $16.13 floor for $0.65/cwt

Did you know… that the CDQAP is hosting a webinar for farmers on Considerations for Choosing a Technology for Your Farm, with UCCE Specialist Dr. Deanne Meyer on Thursday, July 30, from 11 a.m. to Noon. The session will highlight questions and aspects to think through to help you choose the best technology for your farm, help address manure management challenges, and setting up your facility for future success. Register HERE. If you are interested in other irrigation systems financing opportunities, reach out to Dixie Martinho.