

Margin Protection Program for Dairy Producers

The Margin Protection Program - Dairy (MPP – D) replaces MILC and is effective through December 31, 2018. The Margin Protection Program offers dairy producers: (1) catastrophic coverage, at no cost to the producer, other than an annual \$100 administrative fee; and (2) various levels of buy-up coverage. Catastrophic coverage provides payments to participating producers when the national dairy production margin is less than \$4.00 per hundredweight (cwt). The national dairy production margin is the difference between the all-milk price and average feed costs. Producers may purchase buy-up coverage that provides payments when margins are between \$4.00 and \$8.00 per cwt. To participate in buy-up coverage, a producer must pay a premium that varies with the level of protection elected.

State-by-State 2015 Margin Protection Program Enrollment

State	Licensed Dairy Operations (NASS 2013)	Milk Production (NASS 2013) (mil lbs)	% Enrolled (at basic or buy-up levels)	% Buy-up (within those that enrolled)	Estimated Enrolled Milk Production* (mil lbs)
Alabama	45	120	29%	8%	35
Alaska	3	3	67%	0%	2
Arizona	110	4,489	72%	23%	3,224
Arkansas	85	105	61%	65%	64
California	1515	41,256	69%	35%	28,457
Colorado	130	3,322	71%	37%	2,351
Connecticut	130	371	70%	81%	260
Delaware	40	94	50%	20%	47
Florida	130	2,383	66%	34%	1,576
Georgia	240	1,560	74%	51%	1,151
Hawaii	2	30	50%	0%	15
Idaho	550	13,431	66%	29%	8,816
Illinois	745	1,879	72%	53%	1,352
Indiana	1315	3,830	33%	40%	1,264
Iowa	1425	4,606	45%	58%	2,082
Kansas	325	2,932	60%	51%	1,759
Kentucky	780	1,076	47%	60%	509
Louisiana	130	206	61%	47%	125
Maine	300	606	62%	47%	378
Maryland	470	972	43%	42%	414
Massachusetts	155	230	76%	79%	175
Michigan	2030	9,164	53%	48%	4,821
Minnesota	3865	9,140	69%	73%	6,314
Mississippi	100	185	65%	38%	120
Missouri	1290	1,349	48%	79%	647
Montana	70	298	49%	59%	145
Nebraska	200	1,165	78%	54%	903
Nevada	20	644	90%	17%	580
New Hampshire	120	271	58%	81%	156
New Jersey	70	127	64%	62%	82
New Mexico	140	8,057	64%	17%	5,122
New York	5030	13,469	48%	57%	6,520
North Carolina	250	935	72%	50%	669
North Dakota	110	342	58%	69%	199
Ohio	2930	5,448	34%	37%	1,854
Oklahoma	180	790	52%	37%	413
Oregon	260	2,514	63%	28%	1,595
Pennsylvania	7200	10,565	30%	58%	3,171
Puerto Rico**	313	599	12%	23%	75
Rhode Island	15	17	67%	80%	11
South Carolina	75	264	33%	24%	88
South Dakota	300	2,023	69%	56%	1,403
Tennessee	390	767	55%	40%	419
Texas	460	9,610	71%	54%	6,790
Utah	220	2,036	80%	34%	1,638
Vermont	930	2,606	63%	63%	1,631
Virginia	640	1,742	58%	66%	1,015
Washington	480	6,336	64%	58%	4,079
West Virginia	80	152	34%	63%	51
Wisconsin	10860	27,572	54%	55%	14,895
Wyoming	20	128	5%	0%	6
Totals	47,273	201,816	50.4%	55.0%	119,467

* Extrapolated from 2013 production data and assumes that the operations that enrolled are representative of the respective state's milk production distribution.

** number of dairy operation for Puerto Rico is based on industry data since NASS data was not available.

For more information on the MPP: <http://www.fsa.usda.gov/FSA/webapp?area=home&subject=dmpdp&topic=landing>