

**UNITED STATES DEPARTMENT OF AGRICULTURE**

Farm Service Agency  
100 USDA, Suite 102  
Stillwater, Oklahoma 74074-2653

OK Notice FLP 428

**For:** County Offices, Farm Loan Programs Teams

**1924-B**

**Revised Commodity Price List for 2004 Planning Session**

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Approved by: State Executive Director

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**1 OVERVIEW**

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**Background**

This notice replaces OK Notice FLP-400 (3-25-03). FmHA Instruction 1924-B requires prices for agricultural commodities be established on a statewide basis each year. These established prices should be used when developing Farm and Home Plans for loan applications and when processing applications for debt restructuring.

This notice replaces and revises selected commodity sale prices and Farm Service Agency direct commodity payments. **This pricing and payment information will be used when developing Farm and Home Plans for the 2004 production period beginning October 6, 2003.**

**2 ACTION**

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**Implementation  
Responsibility**

The established prices in Exhibit 1 should be used by the Farm Loan Manager and applicants in developing the farm budgets for the 2004 crop year. The Farm Loan Manager will make these prices available to all applicants/borrowers requesting assistance for use in completing the Farm and Home Plan. Farmers who are able to prove with accurate records a premium price for a commodity and/or contracts with well-established markets will be allowed to use those prices. Producers will be required to provide documentation to support and verify any premium price used. Also, commodities of a lower grade or quality that require a lower pricing adjustment must have supporting justification on the county case file. Copies of contracts and other documents will be filed in the county files with the Farm and Home Plan.

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<b>Disposal</b>	<b>Distribution</b>
September 30, 2004	County Offices



**ANNUAL COMMODITY PRICE GUIDE FOR 2004 PLANNING SEASON**

The following commodity prices have been established for the State of Oklahoma for use in developing realistic annual farm operating budgets for both insured and guaranteed loan making and servicing decisions.

Borrowers that participate in the Farm Security and Rural Investment Act of 2002 are eligible to receive direct and counter cyclical payments for covered commodities with contract acres. It appears that all covered commodities, except cotton and peanuts are expected to bring above the target price level for the 2004 planning period. The direct government payment as set out in the 2002 Farm Bill for those commodities should be included in the case flow as government payments. Cotton and peanut prices appear that they will remain below the loan rate. These two commodities should have the direct rate and 75% of the counter-cyclical rate included in the cash flow as government payments. Those dairy operations eligible for the Milk Income Loss Contract (MILC) Program will put this payment in as government payments. All direct, counter-cyclical & MILC payment calculations should be verified with the Farm Programs section in each county.

The intent of this price list is to assure compliance with policy and regulations that relate to prudent loan making and servicing actions. These prices will be used in developing feasible plans in accordance with FmHA Instruction 1924.57(d)(2).

Prices for other commodities can be requested from the Farm Loan Programs Section.

	<u>Commodity</u>	<u>Price</u>
1.	Wheat Per Bushel .....	\$ 3.25
2.	Grain Sorghum Per Cwt .....	3.70
3.	Grain Sorghum Per Bushel .....	2.07
4.	Cotton Per Pound .....	0.52
5.	Peanuts Per Pound .....	0.18
6.	Soybeans Per Bushel .....	5.70
7..	Corn Per Bushel .....	2.40
8.	Barley Per Bushel .....	1.93
9.	Oats Per Bushel .....	1.48
10.	Rye Per Bushel .....	3.50
11.	Alfalfa Hay Per Ton .....	90.00
12.	Other Hay Per Ton .....	60.00
13.	Corn Silage Per Ton .....	22.00
14.	Sorghum Silage Per Ton .....	18.00

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**ANNUAL COMMODITY PRICE GUIDE FOR 2004 PLANNING SEASON (Cont)**

<u>Commodity</u>	<u>Price</u>
15. Watermelons Per Cwt .....	6.00
16. Cantaloupe Per Cwt .....	11.50
17. Milk Per Cwt .....	12.00
18. Manufactured or Surplus Milk (Cwt) .....	10.50
19. Sod (500 sq. ft. pallet) .....	55.00
20. Pecans Per Pounds, Improved .....	.95
21. Pecans Per Pound, Native .....	.60
22. Goats - Kid - Per Head .....	40.00
23. Goat Per Head .....	50.00
24. Beef Cows Per Head .....	650.00
25. Cull Cows Per Cwt .....	50.00
26. Steer Calves Per Cwt (450 lbs. and under).....	110.00
27. Heifer Calves Per Cwt (450 lbs. and under) .....	100.00
28. Feeder Steers Per Cwt (451-700 lbs.) .....	98.00
29. Feeder Heifers Per Cwt (451-700 lbs.) .....	93.00
30. Steers Per Cwt (701 and over).....	90.00
31. Heifers Per Cwt (701 and over).....	86.00
32. Dairy Calves (1-5 days old) (head) .....	90.00
33. Hogs Per Cwt .....	38.00
34. Feeder Pigs (40 to 50 lbs.) (head) .....	32.50
35. Lambs Per Cwt .....	90.00

Government Payments

1. Wheat per Bushel	(Direct Rate)	.52
2. Corn per Bushel	(Direct Rate)	.28
3. Grain Sorghum per Bushel	(Direct Rate)	.35
4. Barley per Bushel	(Direct Rate)	.24
5. Oats per Bushel	(Direct Rate)	.024
6. Soybeans per Bushel	(Direct Rate)	.44
7. Cotton per Pound	(Direct Rate & 75% Counter Cyclical Rate)	.17
8. Peanuts per Pound	(Direct Rate & 75% Counter Cyclical Rate)	.06
9. Milk Income Loss Contract Payment Per Cwt		1.00

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**ANNUAL COMMODITY PRICE GUIDE FOR 2004 PLANNING SEASON (Cont)**

USE CURRENT CONTRACT PRICE FOR:

Catfish	Turkeys
Peaches, packed	Breeder Flocks
Apples	Broilers
Cabbage	Commercial Flocks (chicken)
Spinach	Eggs
Sunflower Seeds	Sesame
Potatoes	Mung Beans
Tomatoes	Guar
Green Beans	Sweet Potatoes
Cow Peas	Strawberries
Native Grass Seed	Alfalfa Seed
Old World Bluestem Seed	Fescue Seed
Western Wheatgrass	Lovegrass Seed
Tall Wheatgrass	