Creating Opportunities for American Farmers and Businesses

### Dairy Program Standardization Branch Update



The Dairy Practice Council Portland, Maine



Yvette Percell, Marketing Specialist Standardization Branch November 8, 2019

Creating Opportunities for American Farmers and Businesses

The heights by great men reached and kept were not attained by sudden flight, but they, while their companions slept, were toiling upward in the night.

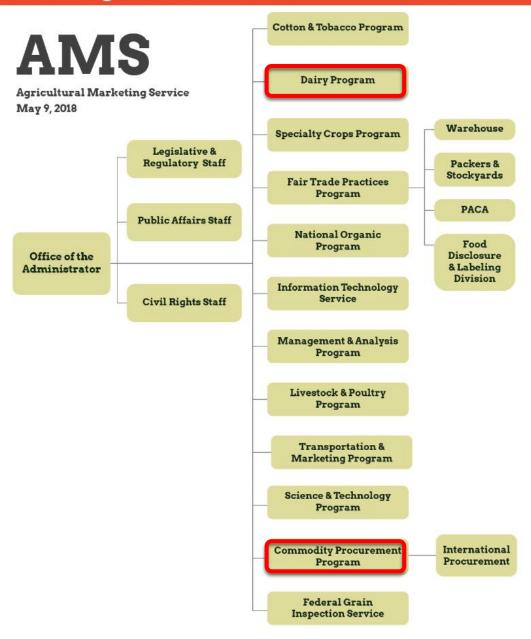
### **Topics**



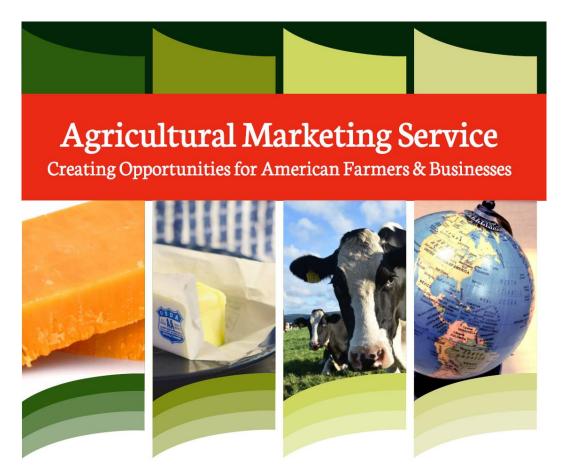
AMS Dairy Program Standards Branch update



AMS Commodity
Procurement Dairy Purchases



### **Dairy Standards Branch**



**Standards** provide a common language for appraising quality and condition of dairy products

### **LEGISLATIVE AUTHORITY**

### Agricultural Marketing Act of 1946

Develop and improve standards of

Quality

Condition

Quantity

Grade

Packaging

Encourage uniformity and consistency in commercial practices

# **Standards Branch Objective**

The primary objective of the dairy standardization branch is to aid in the marketing of milk and dairy products by providing:

A common language of trade through the

development improvement interpretation

of standards, specifications, and quality improvement programs.

### **Grade Standards**

Provides an official description that measures quality in dairy products.

- ☐ Flavor
- Body
- ☐ Texture
- Appearance
- □ Color and
- Analytical characteristics

### **Official USDA Grades**





U.S. Grade AA for butter and cheddar cheese

U.S. Extra Grade for non-fat dry milk, are based on nationally recognized standards of quality developed by the Standards Branch

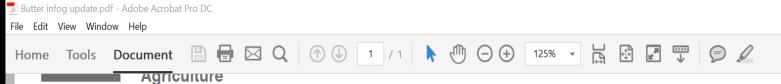
The use of dairy standards is increasing internationally

# **Dairy Grade Standards**

Dany Grade Standards	
Butter	Dry Buttermilk
Whipped butter	Dry Whey
Bulk American cheese	Scorched Particle
Monterey Jack Cheese	Dry whole Milk
Colby Cheese	Sediment of Milk and Milk
Cheddar Cheese	Instant nonfat dry milk
Nonfat dry milk (Spray Process)	Edible Dry Casein

### Importance of Grade Standards

- ☐ Provide official descriptions that measure quality based on attributes (taste, texture, appearance and color) important to the consumer
- ☐ Serve as an industry guide for the marketing of quality dairy products by providing a common language among buyers and sellers
- The standards are used by our Federal Graders to assign an official grade
- Adds uniformity and consistency
- ☐ Providing a uniform language for describing dairy products to buyers, sellers and consumer



# ABOUT BUTTER

A guide to understanding USDA butter grades, types & baking uses



**USDA GRADE AA** butter is most often available to consumers. Made from sweet cream with excellent flavor, texture & color, it meets or exceeds the highest quality standards.

**LOOK FOR THE SHIELD** 

The butter grading process is a quality verification that the butter truly meets the grade declared on the label & national uniform quality standards.

Butter infog update.pdf - Adobe Acrobat Pro DC

File Edit View Window Help







































# STORING BUTTER

USE FRESH BUTTER for best results. Check the 'be or 'use by' date on the carton.

STORE @ 40°F or LOWER in the coldest area of the

USE A RESEALABLE BAG & keep it away from st foods; butter can absorb smells & taste like them.

FREEZE any butter you won't use in a month. Properly w stored, frozen butter can keep 6-9 months.

Agricultural Marketing Service - www.ams.usda.gov/about-ams/programs-SOURCES Butter grades - www.ams.usda.gov/grades-standards/butter-grades-and-star

Agricultural Marketing Service

October 2017



































**SOLD TO CONSUMERS** IN THE U.S. IS **OFFICIALLY** GRADED

over 30 FEDERAL BUTTER

GRADERS work across the United States, evaluating butter samples for flavor, body & texture,

color & saltiness.

They may taste as many as 200 SAMPLES weekly.

### BUTTER IS MADE by churning milk or cream until it is

semi-solid & separated from buttermilk. It must be at least 80% butterfat.

### TYPES OF BUTTER

#### SALTED

Contains less than 2% salt. Good for baking & general use.

#### UNSALTED

Good for baking & cooking if you want to control the amount of salt.

#### WHIPPED

Butter with air whipped in for greater volume & better spreadability.

#### **CLARIFIED**

Butter with milk solids & water removed. Can be heated to higher temperatures, good for sautéing.

### **Dairy Specification**

#### **Butter and Related Products**

- 1. Light Butter March 1995
- 2. Margarine/Butter Blend June 1993
- 3. Vegetable Oil Margarine August 1996
- 4. Ghee October 1993

#### Cheeses

- 1. Mozzarella Cheeses September 24, 2012
- 2. Shredded Cheddar Cheese, effective March 1, 2001
- 3. Loaf, Sliced, Shredded, and Diced Muenster Cheese March 1, 2001
- 4. Cottage Cheese and Dry Curd Cottage Cheese February 13, 2001
- 5. Cream Cheese, Cream Cheese with other Foods, and Related Products August 1994
- 6. Reduced Fat Cheddar Cheese September 1993
- 7. Ricotta Cheeses January 1981

#### **Cultured/Acidified Products**

- 1. Yogurt, Lowfat Yogurt and Nonfat Yogurt January 19, 2001
- 2. Sour Cream and Acidified Sour Cream, effective June 5, 2000

#### **Dry Ingredients**

- 1. Instant Dry Whole Milk January 1993 Reviewed June 2013
- 2. Dry Whey Protein Concentrate April 18, 2003

## **Importance of Dairy Specifications**

- Measure quality by establishing minimum acceptable requirement for dairy products **not** covered by an official grade (don't receive a grade)
- □ Serve as a guide to quality for consumers and may also be used in government procurement activities (school lunch program)
- Evaluate products, and those meeting the requirement of the specification may bear an official quality shield

### **Commercial Item Description (CID)**

1.	Buttery Spreads
2.	Blends, Cheese Pizza
3.	Cheese, Cheddar
4.	Cheese, Mozzarella, Lite
5.	Cheese, Queso Blanco
6.	Cottage Cheese
7.	Cream Cheese, Neufchatel Cheese, and Related Products
8.	Cream, Eggnog, Half-and-Half, and Sour Cream
9.	Ice Cream, Sherbet, Fruit and Juice Bars, Ices, and Novelties
10.	Milk, Dry, Nonfat, (Spray Process); and Milk Dry Nonfat Instant
11.	Milk Evaporated
12.	Milks, Fluid
13.	Yogurt
14.	Natural Butter Flavor Granules, Spray-Dried
15.	Macaroni and Cheese Mix
16.	Cheese Sauce, Ready-to-Serve, Condensed and Dehydrated

### Importance of CID's

- ☐ Commercial Item Descriptions (CIDs) are documents that describe the most important characteristics of a commercial product, such as the types, and styles of products available.
- The CID may also contain information on analytical tests and requirements for food safety and quality for the product. CIDs are used by a purchaser during the procurement process to specify the product they wish to purchase.

# Importance of CID's

- ☐ CIDs may be used during the procurement process by anyone who does institutional feeding.
- ☐ This includes the school lunch program, the military, hospitals, day cares, and many other facilities.
- □ The CID is used by these institutions to specify exactly what they want in the commercial product that they are procuring.

### **Commodity Procurement**

https://www.ams.usda.gov/selling-food



### **Commodity Procurement**

#### **Section 32:** Permanent appropriation created by Congress

Name derived from its authorization: Section 32 – August 24, 1935

The law specifies three "clauses" for the use of funds:

- Encourage export of farm products through producer payments or other means;
- Encourage the domestic consumption of farm products by diverting surpluses from normal channels or increasing their use by low-income groups; and
- 3. Re-establish farmers' purchasing power by making payments to farmers.

### **Commodity Procurement**

#### **Section 32 - Dairy Commodity Purchases – Milk & Cheese**



"We're so blessed to get milk from...the food bank...It's such a rare gift."

- The purpose of Section 32 purchases of dairy products are to encourage the continued domestic consumption by diverting dairy products from the normal channels of trade and commerce and distributing them through food assistance programs.
- Beneficiaries of Section 32 are The National School Lunch Program and Domestic Food assistance Programs.

#### **Section 32 Purchases**

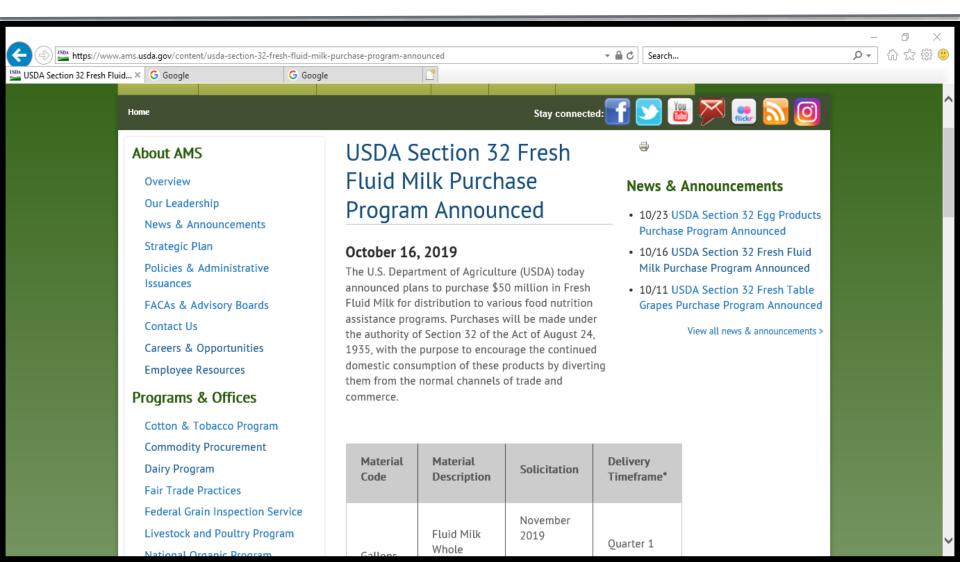
Section 32 Estimated Purchases, FY 2019

**Product** 

Fluid milk

Cheddar Cheese

### **Section 32 Purchases**



### **Trade Mitigation – Section 5**

#### **Section 5 - Dairy Commodity Purchases**

- The purpose of Section 5 purchases is to replace lost exports due to retaliatory tariffs placed on U.S. dairy products.
- Amounts of dairy products to be purchased are based on an economic analysis of the damage caused by tariffs imposed on these commodities by some U.S. trade partners

Butter Fluid milk Process Cheese Natural American Cheese

String Mozzarella Instantize Nonfat Dry Milk

### **Trade Mitigation – Section 5**

Trade Mitigation – Round 1 Estimated Purchases, CY 2019

#### **Product**

Fluid milk

Butter

**iNDM** 

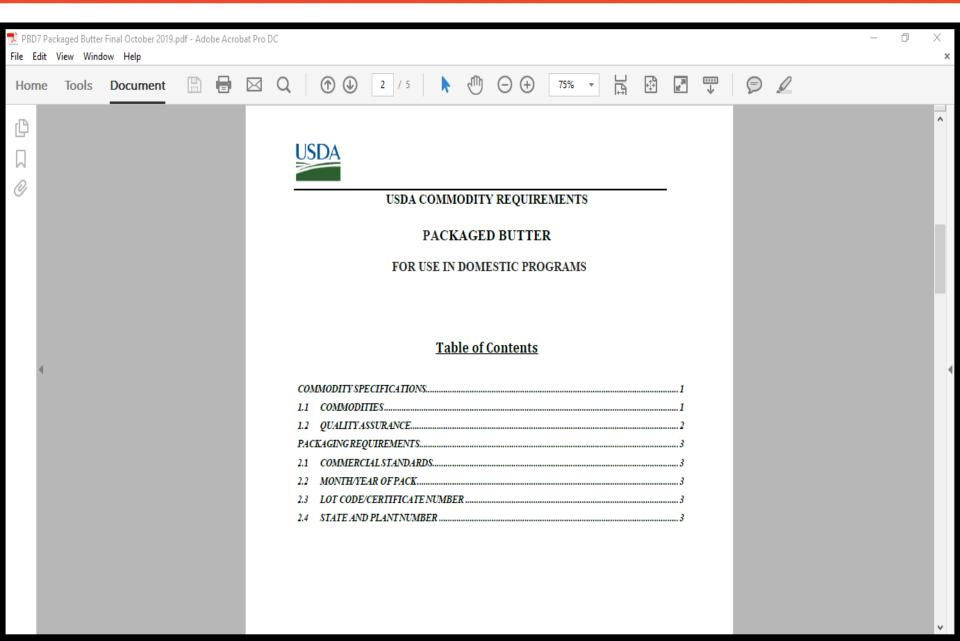
#### Cheese

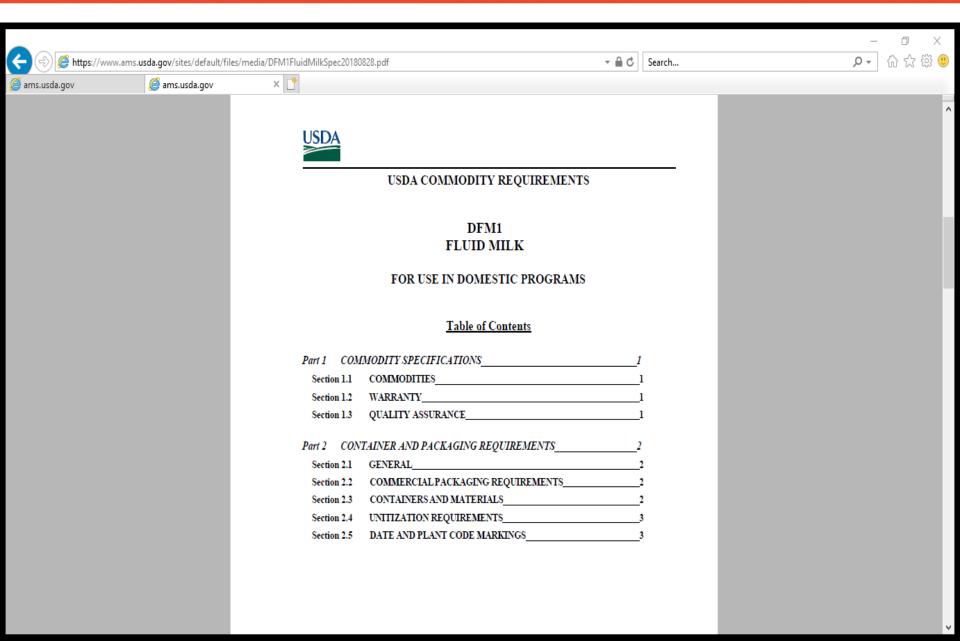
- 1. Natural American Cheddar
- 2. Process
- 3. Mozzarella

### **Trade Mitigation – Section 5**

Trade Mitigation – Round 2 Estimated Purchases, CY 2020

Product
Butter
iNDM
Cheese  ☐ Natural American Cheddar  ☐ Process ☐ Mozzarella





#### **USDA Commodity Procurement Program Newsletter**

USDA Agricultural Marketing Service sent this bulletin at 06/19/2019 03:04 PM EDT

View as a webpage / Share



### Agricultural Marketing Service Commodity Procurement









### **Commodity Chronicles**

We facilitate the marketing of 100% domestic agricultural products through the purchase of foods for international and domestic nutrition assistance programs...Feeding the hungry around the world.

Summer 2019

## Thank you!

#### **Contact Information**

Yvette Percell
Marketing Specialist
Dairy Standardization Branch
Room 2748
USDA/AMS/Dairy Program
1400 Independence Ave., SW
Washington, DC 20250

Phone: 202.690.3571

Email: <u>Yvette.Percell@usda.gov</u>



#### **Standardization Branch Contact Information**

#### **Dairy Grading and Standardization Division Director**

William Francis
202-690-0530
William.Francis@usda.gov

#### **Standardization Branch Chief**

Christopher Thompson, 202-720-9382

Christopher.D.Thompson@usda.gov