

# UNITED STATES DEPARTMENT OF AGRICULTURE

## AGRICULTURAL MARKETING SERVICE

### DAIRY PROGRAMS

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FEDERAL MILK ORDERS 124 & 131

## ANNOUNCEMENT OF MINIMUM CLASS AND COMPONENT PRICES: *ADVANCED #* January 2009

### Pacific Northwest

	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 13.14	\$ 6.74	4/	4/
Butterfat 2/	\$ 1.4173	4/	4/	4/
Protein 2/			4/	
Other Solids 2/			4/	
Nonfat Solids 2/		\$ 0.7489		4/
@ 3.5% Butterfat 1/ 3/	\$ 17.64	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 17.84			

### Arizona

	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 13.59	\$ 6.74	4/	4/
Butterfat 2/	\$ 1.4218	4/	4/	4/
@ 3.5% Butterfat 1/ 3/	\$ 18.09	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 18.29			

Supplemental Price Data From NASS Surveys			Advance Pricing	
Surveys Included: 12/6/08 and 12/13/08	Average Price	Total Pounds of Product	Factors 3/	
Grade AA Butter	\$ 1.3262	5,670,084	Butterfat	\$ 1.3983
Cheese 40 Lb. Blocks	\$ 1.7615	24,207,646	Class III Skim	\$ 11.24
Cheese 500 Lb. Barrels, 38% moisture	\$ 1.8048	25,246,112	Class IV Skim	\$ 6.04
Cheese, Average	\$ 1.7989	49,453,758	Base Skim Milk Price for Class I	\$ 11.24
Nonfat Dry Milk	\$ 0.8460	52,940,337		
Dry Whey	\$ 0.1716	25,718,439	Base Class I Price	\$ 15.74

# Pacific Northwest (FO 124) prices milk on the basis of multiple components.

Arizona (FO 131) prices milk on the basis of butterfat and skim.

\* Subject to applicable location adjustments.

\*\* The processor assessment is an obligation under the Fluid Milk Promotion Order (7CFR § 1160.101 et seq.).

The Order requires that all persons who process and market commercially more than 3,000,000 pounds of fluid milk products in consumer-type packages in the 48 contiguous States and the District of Columbia on a monthly basis, excluding those fluid milk products delivered to the residence of a consumer, be assessed 20 cents per hundredweight on all marketings of such packaged fluid milk products during the month.

1/ Per hundredweight. 2/ Per pound. 3/ Prices at 3.5% butterfat are calculated in the following manner:

0.965 multiplied by skim price, plus 3.5 multiplied by butterfat price. 4/ Announced for the month on or before the 5th of the following month.

Released: December 19, 2008

James R. Daugherty  
Market Administrator