

**UNITED STATES DEPARTMENT OF AGRICULTURE**

**AGRICULTURAL MARKETING SERVICE**

**DAIRY PROGRAMS**

1930-220th St. SE, Ste. 102  
Bothell, WA 98021-8471  
Phone: (425) 487-6009  
Fax: (425) 487-2775  
E-mail: fmmaseattle@fmmaseattle.com

FEDERAL MILK ORDERS 124 & 131

10050 N 25th Ave., Ste. 302  
Phoenix, AZ 85021-1664  
Phone: (602) 547-2909  
Fax: (602) 547-2906  
E-mail: ma@fmma.net

**ANNOUNCEMENT OF MINIMUM CLASS AND COMPONENT PRICES: *ADVANCED* #  
January 2010**

**Pacific Northwest**

	<u>Class I *</u>	<u>Class II</u>	<u>Class III</u>	<u>Class IV</u>
Skim 1/	\$ 11.72	\$ 10.52	4/	4/
Butterfat 2/	\$ 1.6064	4/	4/	4/
Protein 2/			4/	
Other Solids 2/			4/	
Nonfat Solids 2/		\$ 1.1689		4/
@ 3.5% Butterfat 1/ 3/	\$ 16.93	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 17.13			

**Arizona**

	<u>Class I *</u>	<u>Class II</u>	<u>Class III</u>	<u>Class IV</u>
Skim 1/	\$ 12.17	\$ 10.52	4/	4/
Butterfat 2/	\$ 1.6109	4/	4/	4/
@ 3.5% Butterfat 1/ 3/	\$ 17.38	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 17.58			

Supplemental Price Data From NASS Surveys			Advance Pricing Factors 3/	
Surveys Included: 12/5/09 and 12/12/09	Average Price	Total Pounds of Product	Butterfat	\$ 1.5874
Grade AA Butter	\$ 1.4823	4,389,093	Class III Skim	\$ 9.56
Cheese 40 Lb. Blocks	\$ 1.6035	20,833,911	Class IV Skim	\$ 9.82
Cheese 500 Lb. Barrels, 38% moisture	\$ 1.5166	18,929,693	Base Skim Milk Price for Class I	\$ 9.82
Cheese, Average	\$ 1.5764	39,763,604		
Nonfat Dry Milk	\$ 1.2701	27,019,676		
Dry Whey	\$ 0.3629	19,396,536	Base Class I Price	\$ 15.03

# 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 18, 2009

James R. Daugherty  
Market Administrator