

# UNITED STATES DEPARTMENT OF AGRICULTURE

## AGRICULTURAL MARKETING SERVICE

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FEDERAL MILK ORDERS 124 & 131

## ANNOUNCEMENT OF MINIMUM CLASS AND COMPONENT PRICES: *ADVANCED #* January 2012

### Pacific Northwest

	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 15.07	\$ 12.05	4/	4/
Butterfat 2/	\$ 1.7585	4/	4/	4/
Protein 2/			4/	
Other Solids 2/			4/	
Nonfat Solids 2/		\$ 1.3389		4/
@ 3.5% Butterfat 1/ 3/	\$ 20.70	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 20.90			

### Arizona

	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 15.52	\$ 12.05	4/	4/
Butterfat 2/	\$ 1.7630	4/	4/	4/
@ 3.5% Butterfat 1/ 3/	\$ 21.15	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 21.35			

Supplemental Price Data From NASS Surveys			Advance Pricing	
Surveys Included:	Average	Total Pounds	Factors 3/	
12/10/11 and 12/17/11	Price	of Product	Butterfat	\$ 1.7395
Grade AA Butter	\$ 1.6079	9,543,814	Class III Skim	\$ 13.17
Cheese 40 Lb. Blocks	\$ 1.8140	22,578,365	Class IV Skim	\$ 11.35
Cheese 500 Lb. Barrels, 38% moisture	\$ 1.7762	21,754,808	Base Skim Milk Price	
Cheese, Average	\$ 1.8102	44,333,173	for Class I	\$ 13.17
Nonfat Dry Milk	\$ 1.4419	40,622,932	Base Class I Price	
Dry Whey	\$ 0.6549	15,365,597		\$ 18.80

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

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

\* The FO 124 Class I price includes a Class I differential of \$1.90 per hundredweight (King County, Washington).

The FO 131 Class I price includes a Class I differential of \$2.35 per hundredweight (Maricopa County, Arizona).

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 23, 2011

William A. Wise  
Market Administrator