

UNITED STATES DEPARTMENT OF AGRICULTURE

AGRICULTURAL MARKETING SERVICE

DAIRY PROGRAMS

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ANNOUNCEMENT OF MINIMUM CLASS AND COMPONENT PRICES: *ADVANCED*

February 2001

| | Pacific | | Pacific Northwest & Western | | |
|-------------------------|-----------|-----------|-----------------------------|-----------|----------|
| | Northwest | Western | Class II | Class III | Class IV |
| | Class I * | | | | |
| Skim 1/ | \$ 9.79 | \$ 9.79 | \$ 8.59 | 4/ | 4/ |
| Butterfat 2/ | \$ 1.2542 | \$ 1.2542 | 4/ | 4/ | 4/ |
| Protein 2/ | | | | 4/ | |
| Other Solids /2 | | | | 4/ | |
| Nonfat Solids 2/ | | | \$ 0.9544 | | 4/ |
| @ 3.5% Butterfat 1/ 3/ | \$ 13.84 | \$ 13.84 | 4/ | 4/ | 4/ |
| Processor Assessment ** | \$ 0.20 | \$ 0.20 | | | |
| Total 1/ | \$ 14.04 | \$ 14.04 | | | |

| | Arizona-Las Vegas | | | |
|-------------------------|-------------------|----------|-----------|----------|
| | Class I * | Class II | Class III | Class IV |
| Skim 1/ | \$ 10.24 | \$ 8.59 | 4/ | 4/ |
| Butterfat 2/ | \$ 1.2587 | 4/ | 4/ | 4/ |
| @ 3.5% Butterfat 1/ 3/ | \$ 14.29 | 4/ | 4/ | 4/ |
| Processor Assessment ** | \$ 0.20 | | | |
| Total 1/ | \$ 14.49 | | | |

| Supplemental Price Data From NASS Surveys | | | Advanced Pricing Factors 3/ 5/ | |
|---|---------------|-------------------------|--------------------------------|-----------|
| Surveys Included: 1/6/01 and 1/13/01 | Average Price | Total Pounds of Product | | |
| Grade AA Butter | \$ 1.1279 | 11,439,763 | Class III Skim | \$ 4.86 |
| Cheese 40 Lb. Blocks | \$ 1.1171 | 10,128,665 | Class III Butterfat | \$ 1.5330 |
| Cheese 500 Lb. Barrels, 38% moisture | \$ 1.1147 | 16,025,928 | Class III at 3.5% | \$ 10.06 |
| Cheese, Average | \$ 1.1340 | 26,154,593 | Class IV Skim | \$ 7.89 |
| Nonfat Dry Milk | \$ 1.0172 | 28,343,463 | Class IV Butterfat | \$ 1.2352 |
| Dry Whey | \$ 0.2446 | 15,858,573 | Class IV at 3.5% | \$ 11.94 |
| | | | Base Class I Price | \$ 11.94 |

Pacific Northwest (FO 124) & Western Order (FO 135) price milk on the basis of multiple components.

Arizona-Las Vegas (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 more than 500,000 pounds of fluid milk products in consumer-type packages in the contiguous 48 States of the continental United States and the District of Columbia 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. 5/ Base price for Class I is the higher of the Class III or IV prices at 3.5% butterfat.

Released: January 19, 2001

James R. Daugherty
Market Administrator