

UNITED STATES DEPARTMENT OF AGRICULTURE

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AGRICULTURAL MARKETING SERVICE DAIRY PROGRAMS

FEDERAL MILK ORDERS 124, 131 & 135

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ANNOUNCEMENT OF MINIMUM CLASS AND COMPONENT PRICES: *ADVANCED* February 2003

	Pacific		Pacific Northwest & Western		
	Northwest	Western	Class II	Class III	Class IV
	Class I *				
Skim 1/	\$ 8.10	\$ 8.10	\$ 6.90	4/	4/
Butterfat 2/	\$ 1.2323	\$ 1.2323	4/	4/	4/
Protein 2/				4/	
Other Solids /2				4/	
Nonfat Solids 2/			\$ 0.7667		4/
@ 3.5% Butterfat 1/ 3/	\$ 12.13	\$ 12.13	4/	4/	4/
Processor Assessment **	\$ 0.20	\$ 0.20			
Total 1/	\$ 12.33	\$ 12.33			

	Arizona-Las Vegas			
	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 8.55	\$ 6.90	4/	4/
Butterfat 2/	\$ 1.2368	4/	4/	4/
@ 3.5% Butterfat 1/ 3/	\$ 12.58	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 12.78			

Supplemental Price Data From NASS Surveys			Advance Pricing Factors 3/ 5/	
Surveys Included: 1/4/03 and 1/11/03	Average Price	Total Pounds of Product		
Grade AA Butter	\$ 1.1099	9,313,406	Butterfat	\$ 1.2133
Cheese 40 Lb. Blocks	\$ 1.1175	14,985,237	Class III Skim	\$ 5.74
Cheese 500 Lb. Barrels, 38% moisture	\$ 1.1163	26,031,627	Class IV Skim	\$ 6.20
Cheese, Average	\$ 1.1358	41,016,864	Base Skim Milk Price for Class I	\$ 6.20
Nonfat Dry Milk	\$ 0.8287	46,995,746		
Dry Whey	\$ 0.1787	22,564,751	Base Class I Price	\$ 10.23

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 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. 5/ Due to judicial action, the Class I skim price is the higher of the Class III or IV skim prices.

Released: January 17, 2003

James R. Daugherty
 Market Administrator