

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 #* October 2007

Pacific Northwest

	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 18.76	\$ 17.56	4/	4/
Butterfat 2/	\$ 1.5399	4/	4/	4/
Protein 2/			4/	
Other Solids 2/			4/	
Nonfat Solids 2/		\$ 1.9511		4/
@ 3.5% Butterfat 1/ 3/	\$ 23.49	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 23.69			

Arizona

	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 19.21	\$ 17.56	4/	4/
Butterfat 2/	\$ 1.5444	4/	4/	4/
@ 3.5% Butterfat 1/ 3/	\$ 23.94	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 24.14			

Supplemental Price Data From NASS Surveys			Advance Pricing	
Surveys Included: 9/8/07 and 9/15/07	Average Price	Total Pounds of Product	Factors 3/	
Grade AA Butter	\$ 1.3876	6,589,614	Butterfat	\$ 1.5209
Cheese 40 Lb. Blocks	\$ 2.0117	18,997,784	Class III Skim	\$ 15.33
Cheese 500 Lb. Barrels, 38% moisture	\$ 2.0011	19,172,031	Class IV Skim	\$ 16.86
Cheese, Average	\$ 2.0214	38,169,815	Base Skim Milk Price for Class I	\$ 16.86
Nonfat Dry Milk	\$ 2.0494	39,597,552		
Dry Whey	\$ 0.4885	26,419,672	Base Class I Price	\$ 21.59

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: September 21, 2007

James R. Daugherty
Market Administrator