

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* #
October 2010**

Pacific Northwest

	<u>Class I *</u>	<u>Class II</u>	<u>Class III</u>	<u>Class IV</u>
Skim 1/	\$ 10.52	\$ 9.32	4/	4/
Butterfat 2/	\$ 2.3784	4/	4/	4/
Protein 2/			4/	
Other Solids 2/			4/	
Nonfat Solids 2/		\$ 1.0356		4/
@ 3.5% Butterfat 1/ 3/	\$ 18.48	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 18.68			

Arizona

	<u>Class I *</u>	<u>Class II</u>	<u>Class III</u>	<u>Class IV</u>
Skim 1/	\$ 10.97	\$ 9.32	4/	4/
Butterfat 2/	\$ 2.3829	4/	4/	4/
@ 3.5% Butterfat 1/ 3/	\$ 18.93	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 19.13			

Supplemental Price Data From NASS Surveys			Advance Pricing Factors 3/	
Surveys Included: 9/4/10 and 9/11/10	Average Price	Total Pounds of Product	Butterfat	\$ 2.3594
Grade AA Butter	\$ 2.1198	8,186,375	Class III Skim	\$ 8.01
Cheese 40 Lb. Blocks	\$ 1.6555	23,261,639	Class IV Skim	\$ 8.62
Cheese 500 Lb. Barrels, 38% moisture	\$ 1.6706	17,192,947	Base Skim Milk Price for Class I	\$ 8.62
Cheese, Average	\$ 1.6747	40,454,586		
Nonfat Dry Milk	\$ 1.1351	44,147,926		
Dry Whey	\$ 0.3607	19,013,015	Base Class I Price	\$ 16.58

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: September 17, 2010

James R. Daugherty
Market Administrator