

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 #* November 2008

Pacific Northwest

	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 13.19	\$ 8.52	4/	4/
Butterfat 2/	\$ 1.8578	4/	4/	4/
Protein 2/			4/	
Other Solids 2/			4/	
Nonfat Solids 2/		\$ 0.9467		4/
@ 3.5% Butterfat 1/ 3/	\$ 19.23	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 19.43			

Arizona

	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 13.64	\$ 8.52	4/	4/
Butterfat 2/	\$ 1.8623	4/	4/	4/
@ 3.5% Butterfat 1/ 3/	\$ 19.68	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 19.88			

Supplemental Price Data From NASS Surveys			Advance Pricing	
Surveys Included:	Average	Total Pounds	Factors 3/	
10/4/08 and 10/11/08	Price	of Product		
Grade AA Butter	\$ 1.6899	6,897,557	Butterfat	\$ 1.8388
Cheese 40 Lb. Blocks	\$ 1.9185	22,007,835	Class III Skim	\$ 11.29
Cheese 500 Lb. Barrels, 38% moisture	\$ 1.9189	18,207,450	Class IV Skim	\$ 7.82
Cheese, Average	\$ 1.9323	40,215,285	Base Skim Milk Price	
Nonfat Dry Milk	\$ 1.0452	42,513,132	for Class I	\$ 11.29
Dry Whey	\$ 0.1970	21,510,075	Base Class I Price	\$ 17.33

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: October 17, 2008

James R. Daugherty
Market Administrator