

# UNITED STATES DEPARTMENT OF AGRICULTURE

## AGRICULTURAL MARKETING SERVICE

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FEDERAL MILK ORDERS 124 & 131

## ANNOUNCEMENT OF MINIMUM CLASS AND COMPONENT PRICES: *FINAL* # August 2004

### Pacific Northwest

|                         | Class I * | Class II  | Class III | Class IV  |
|-------------------------|-----------|-----------|-----------|-----------|
| Skim 1/                 | \$ 9.45   | \$ 7.07   | \$ 8.04   | \$ 6.40   |
| Butterfat 2/            | \$ 2.1142 | \$ 1.8011 | \$ 1.7941 | \$ 1.7941 |
| Protein 2/              |           |           | \$ 2.4663 |           |
| Other Solids 2/         |           |           | \$ 0.0676 |           |
| Nonfat Solids 2/        |           | \$ 0.7856 |           | \$ 0.7112 |
| @ 3.5% Butterfat 1/ 3/  | \$ 16.52  | \$ 13.13  | \$ 14.04  | \$ 12.46  |
| Processor Assessment ** | \$ 0.20   |           |           |           |
| Total 1/                | \$ 16.72  |           |           |           |

### Arizona-Las Vegas

|                         | Class I * | Class II  | Class III | Class IV  |
|-------------------------|-----------|-----------|-----------|-----------|
| Skim 1/                 | \$ 9.90   | \$ 7.07   | \$ 8.04   | \$ 6.40   |
| Butterfat 2/            | \$ 2.1187 | \$ 1.8011 | \$ 1.7941 | \$ 1.7941 |
| @ 3.5% Butterfat 1/ 3/  | \$ 16.97  | \$ 13.13  | \$ 14.04  | \$ 12.46  |
| Processor Assessment ** | \$ 0.20   |           |           |           |
| Total 1/                | \$ 17.17  |           |           |           |

| Supplemental Price Data From NASS Surveys |                  |                            | FO 124 Only                     |           |
|---|------------------|----------------------------|---------------------------------|-----------|
| Surveys Included:<br>7/31/04 to 8/28/04   | Average<br>Price | Total Pounds<br>of Product | PRODUCER<br>COMPONENT PRICES 2/ |           |
| Grade AA Butter                           | \$ 1.6101        | 13,887,745                 | Butterfat                       | \$ 1.7941 |
| Cheese 40 Lb. Blocks                      | \$ 1.4927        | 42,714,912                 |                                 |           |
| Cheese 500 Lb. Barrels, 38% moisture      | \$ 1.5085        | 46,891,819                 |                                 |           |
| Cheese, Average                           | \$ 1.5167        | 89,606,731                 | Protein                         | \$ 2.4663 |
| Nonfat Dry Milk                           | \$ 0.8584        | 105,627,970                |                                 |           |
| Dry Whey                                  | \$ 0.2246        | 53,473,761                 | Other Solids                    | \$ 0.0676 |

# Pacific Northwest (FO 124) prices 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/ 0.965 multiplied by skim price, plus 3.5 multiplied by butterfat price.

For Information Purposes Only. Somatic Cell Adjustment Rate is 0.00076.

Released: September 3, 2004

James R. Daugherty  
Market Administrator