

# UNITED STATES DEPARTMENT OF AGRICULTURE

## AGRICULTURAL MARKETING SERVICE DAIRY PROGRAMS

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FEDERAL MILK ORDERS 124 & 131

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### ANNOUNCEMENT OF MINIMUM CLASS AND COMPONENT PRICES: *FINAL* # October 2008

#### Pacific Northwest

	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 11.66	\$ 10.46	\$ 10.97	\$ 7.40
Butterfat 2/	\$ 1.7641	\$ 1.8577	\$ 1.8507	\$ 1.8507
Protein 2/			\$ 3.5490	
Other Solids 2/ 4/			\$ (0.0047)	
Nonfat Solids 2/		\$ 1.1622		\$ 0.8226
@ 3.5% Butterfat 1/ 3/	\$ 17.43	\$ 16.60	\$ 17.06	\$ 13.62
Processor Assessment **	\$ 0.20			
Total 1/	\$ 17.63			

#### Arizona

	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 12.11	\$ 10.46	\$ 10.97	\$ 7.40
Butterfat 2/	\$ 1.7686	\$ 1.8577	\$ 1.8507	\$ 1.8507
@ 3.5% Butterfat 1/ 3/	\$ 17.88	\$ 16.60	\$ 17.06	\$ 13.62
Processor Assessment **	\$ 0.20			
Total 1/	\$ 18.08			

Supplemental Price Data From NASS Surveys			FO 124 Only	
Surveys Included: 10/4/08 to 10/25/08	Average Price	Total Pounds of Product	PRODUCER COMPONENT PRICES 2/	
Grade AA Butter	\$ 1.6997	13,726,525	Butterfat	\$ 1.8507
Cheese 40 Lb. Blocks	\$ 1.8927	44,169,232		
Cheese 500 Lb. Barrels, 38% moisture	\$ 1.8928	37,514,112		
Cheese, Average	\$ 1.9065	81,683,344	Protein	\$ 3.5490
Nonfat Dry Milk	\$ 0.9987	90,277,428		
Dry Whey	\$ 0.1945	41,938,300	Other Solids 4/	\$ (0.0047)

# 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/ 0.965 multiplied by skim price, plus 3.5 multiplied by butterfat price.

For Information Purposes Only. Somatic Cell Adjustment Rate is 0.00095.

4/ The average wholesale price of dry whey for October 2008 was less than the make allowance contained in the other solids price formula.

Released: October 31, 2008

James R. Daugherty  
Market Administrator