

# 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* # December 2008

#### Pacific Northwest

	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 11.39	\$ 6.88	\$ 11.12	\$ 6.01
Butterfat 2/	\$ 1.8115	\$ 1.3068	\$ 1.2998	\$ 1.2998
Protein 2/			\$ 3.6390	
Other Solids 2/ 4/			\$ (0.0269)	
Nonfat Solids 2/		\$ 0.7644		\$ 0.6680
@ 3.5% Butterfat 1/ 3/	\$ 17.33	\$ 11.21	\$ 15.28	\$ 10.35
Processor Assessment **	\$ 0.20			
Total 1/	\$ 17.53			

#### Arizona

	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 11.84	\$ 6.88	\$ 11.12	\$ 6.01
Butterfat 2/	\$ 1.8160	\$ 1.3068	\$ 1.2998	\$ 1.2998
@ 3.5% Butterfat 1/ 3/	\$ 17.78	\$ 11.21	\$ 15.28	\$ 10.35
Processor Assessment **	\$ 0.20			
Total 1/	\$ 17.98			

Supplemental Price Data From NASS Surveys			FO 124 Only	
Surveys Included: 12/6/08 to 12/27/08	Average Price	Total Pounds of Product	PRODUCER COMPONENT PRICES 2/	
Grade AA Butter	\$ 1.2448	11,469,290	Butterfat	\$ 1.2998
Cheese 40 Lb. Blocks	\$ 1.7355	48,117,627		
Cheese 500 Lb. Barrels, 38% moisture	\$ 1.7447	44,767,522		
Cheese, Average	\$ 1.7544	92,885,149	Protein	\$ 3.6390
Nonfat Dry Milk	\$ 0.8425	93,706,519		
Dry Whey	\$ 0.1730	40,849,169	Other Solids 4/	\$ (0.0269)

# 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 0.00088.

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

Released: January 2, 2009

James R. Daugherty  
Market Administrator