

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 2009

Pacific Northwest

| | Class I * | Class II | Class III | Class IV |
|-------------------------|-----------|-----------|-----------|-----------|
| Skim 1/ | \$ 11.21 | \$ 9.14 | \$ 9.93 | \$ 9.96 |
| Butterfat 2/ | \$ 1.4500 | \$ 1.5503 | \$ 1.5433 | \$ 1.5433 |
| Protein 2/ | | | \$ 2.8751 | |
| Other Solids 2/ | | | \$ 0.1727 | |
| Nonfat Solids 2/ | | \$ 1.0156 | | \$ 1.1068 |
| @ 3.5% Butterfat 1/ 3/ | \$ 15.89 | \$ 14.25 | \$ 14.98 | \$ 15.01 |
| Processor Assessment ** | \$ 0.20 | | | |
| Total 1/ | \$ 16.09 | | | |

Arizona

| | Class I * | Class II | Class III | Class IV |
|-------------------------|-----------|-----------|-----------|-----------|
| Skim 1/ | \$ 11.66 | \$ 9.14 | \$ 9.93 | \$ 9.96 |
| Butterfat 2/ | \$ 1.4545 | \$ 1.5503 | \$ 1.5433 | \$ 1.5433 |
| @ 3.5% Butterfat 1/ 3/ | \$ 16.34 | \$ 14.25 | \$ 14.98 | \$ 15.01 |
| Processor Assessment ** | \$ 0.20 | | | |
| Total 1/ | \$ 16.54 | | | |

| Supplemental Price Data From NASS Surveys | | | FO 124 Only | |
|---|------------------|----------------------------|---------------------------------|-----------|
| Surveys Included: 12/5/09 to 12/26/09 | Average Price | Total Pounds of Product | PRODUCER COMPONENT PRICES 2/ | |
| Grade AA Butter | \$ 1.4459 | 8,175,725 | Butterfat | \$ 1.5433 |
| Cheese 40 Lb. Blocks | \$ 1.6432 | 41,242,331 | | |
| Cheese 500 Lb. Barrels, 38% moisture | \$ 1.5127 | 35,241,709 | | |
| Cheese, Average | \$ 1.5969 | 76,484,040 | Protein | \$ 2.8751 |
| Nonfat Dry Milk | \$ 1.2858 | 53,357,506 | Other Solids | \$ 0.1727 |
| Dry Whey | \$ 0.3668 | 38,715,290 | | |

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 0.0008.

Released: December 31, 2009

James R. Daugherty
 Market Administrator