

**UNITED STATES DEPARTMENT OF AGRICULTURE
AGRICULTURAL MARKETING SERVICE, DAIRY PROGRAMS**

COMPUTATION OF PRODUCER PRICE DIFFERENTIAL

Federal Order No. 124

May 2009

	<u>% UTILIZATION</u> <u>PER CLASS</u>	<u>PRODUCT</u> <u>POUNDS</u>	<u>SKIM</u> <u>POUNDS</u>	<u>BUTTERFAT</u> <u>POUNDS</u>	<u>PROTEIN</u> <u>POUNDS</u>	<u>OTHER</u> <u>SOLIDS</u>	<u>NONFAT</u> <u>SOLIDS</u>
Producer Milk - Class I	26.18%	181,054,717	177,955,329	3,099,388	5,639,338	10,521,263	16,160,601
Producer Milk - Class II	6.18%	42,707,257	39,326,797	3,380,460	1,248,321	2,326,614	3,574,935
Producer Milk - Class III	42.92%	296,817,592	285,748,970	11,068,622	9,232,092	16,912,814	26,144,906
Producer Milk - Class IV	24.72%	170,902,110	163,240,321	7,661,789	5,165,051	9,634,638	14,799,689
Total Producer Receipts	100.00%	691,481,676	666,271,417	25,210,259	21,284,802	39,395,329	60,680,131

		<u>POUNDS</u>	<u>BFAT</u> <u>POUNDS</u>	<u>LB/CWT</u> <u>PRICE</u>	<u>TOTAL</u> <u>DOLLARS</u>
Class I	Skim Milk	177,955,329		\$7.01 /cwt	\$12,474,668.56
	Butterfat		3,099,388	\$1.2019 /lb	3,725,154.44
	Class I Differential at Location				3,437,605.54
Class II	Butterfat		3,380,460	\$1.2718 /lb	4,299,269.04
	Nonfat Solids	3,574,935		\$0.7211 /lb	2,577,885.64
Class III	Butterfat		11,068,622	\$1.2648 /lb	13,999,593.11
	Protein	9,232,092		\$1.7454 /lb	16,113,693.38
	Other Solids	16,912,814		\$0.0336 /lb	568,270.58
Class IV	Butterfat		7,661,789	\$1.2648 /lb	9,690,630.73
	Nonfat Solids	14,799,689		\$0.6574 /lb	9,729,315.56

Classified Value

Class I Overage Skim and Butterfat	153	107	144.27
Class II Overage Skim and Butterfat	0	3,417	4,345.74
Class III Overage Skim and Butterfat	845,641	0	47,440.46
Class IV Overage Skim and Butterfat	62,701	4,445	9,333.93
Total Overage	908,495	7,969	\$61,264.40

Class I Inventory Skim and Butterfat	559,527	0	17,345.33
Class II Inventory Skim and Butterfat	563,470	49,376	7,134.85
Class III Inventory Skim and Butterfat	2,076,151	128,863	3,566.60
Total Inventory	3,199,148	178,239	\$28,046.78

Class I Other Source Fluid	526,468	6,194	17,101.52
Class I Other Source Fluid and Nonfluid	1,133,091	0	33,879.42

Producer Milk Value **\$76,756,378.70**

Butterfat in Prod Milk x Butterfat Price	25,210,259	\$1.2648 /lb	31,885,935.60
Protein in Prod Milk x Protein Price	21,284,802	\$1.7454 /lb	37,150,493.40
Other Solids in Prod Milk x Other Solids Price	39,395,329	\$0.0336 /lb	1,323,683.06

Producer Milk Credits **\$70,360,112.06**

PM Value - PM Credits **\$6,396,266.64**

Location Adjustments 496,888.01

1/2 Balance in Producer Settlement Fund 267,498.24

Total Producer Milk and Differential Value **\$7,160,652.89**

Producer Settlement Fund Reserve \$0.04475499 309,710.95

Producer Price Differential at King County, WA	\$0.99 /cwt
Statistical Uniform Price at King County, WA	\$10.83 /cwt

Estimated Market Wide Skim Utilization Class I 34%

Estimated Market Wide Butterfat Utilization Class I 16%

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James R. Daugherty, Market Administrator