

**UNITED STATES DEPARTMENT OF AGRICULTURE**

1930-220<sup>th</sup> Street SE, Ste. 102  
 Bothell, WA 98021  
 Phone: (425) 487-6009  
 Fax: (425) 487-2775  
 E-Mail: fmmaseattle@fmmaseattle.com

Agricultural Marketing Service  
 Dairy Programs

**FEDERAL MILK ORDERS 124 & 131**

4835 E. Cactus Road, Ste. 365  
 Scottsdale, AZ 85254  
 Phone: (602) 547-2909  
 Fax: (602) 547-2906

## Announcement of Advanced Class and Component Prices September 2017

### Pacific Northwest Order 124

#### Class I\*

|                                |                 |         |
|--------------------------------|-----------------|---------|
| Skim                           | \$ 8.23         | Per cwt |
| Butterfat                      | \$ 3.0481       | Per lb  |
| <b>Class Price**</b>           | <b>\$ 18.61</b> | Per cwt |
| <i>Processor Assessment***</i> | \$ 0.20         | Per cwt |
| <b>Total</b>                   | <b>\$ 18.81</b> | Per cwt |

### Arizona Order 131

#### Class I\*

|                                |                 |         |
|--------------------------------|-----------------|---------|
| Skim                           | \$ 8.68         | Per cwt |
| Butterfat                      | \$ 3.0526       | Per lb  |
| <b>Class Price**</b>           | <b>\$ 19.06</b> | Per cwt |
| <i>Processor Assessment***</i> | \$ 0.20         | Per cwt |
| <b>Total</b>                   | <b>\$ 19.26</b> | Per cwt |

|                              |           |         |
|------------------------------|-----------|---------|
| Class II Skim Milk Price     | \$ 7.03   | Per cwt |
| Class II Nonfat Solids Price | \$ 0.7811 | Per lb  |

### Data Used For Price Calculations

*See 7CFR§1000.50 for Class and Component Price Formulas*

#### Advance Pricing Factors

|                                |           |         |
|--------------------------------|-----------|---------|
| Base Skim Milk Price           | \$ 6.33   | Per cwt |
| Base Butterfat Price           | \$ 3.0291 | Per lb  |
| Base Class I Price*            | \$ 16.71  | Per cwt |
| Adv. Class III Skim Milk Price | \$ 6.21   | Per cwt |
| Adv. Class IV Skim Milk Price  | \$ 6.33   | Per cwt |

#### Product Price Averages

*Two-Week Average Prices*

|                 |           |        |
|-----------------|-----------|--------|
| Butter          | \$ 2.6728 | Per lb |
| Nonfat Dry Milk | \$ 0.8785 | Per lb |
| Cheese          | \$ 1.6698 | Per lb |
| Dry Whey        | \$ 0.4324 | Per lb |

\* Class I prices are subject to applicable location adjustments. The FO 124 Class I price includes a Class I differential of \$ 1.90 per cwt; the FO 131 Class I price includes a Class I differential of \$2.35 per cwt.

\*\* Class prices announced at 3.5 percent butterfat, using this formula: (0.965 x skim price) + (3.5 x butterfat price).

\*\*\* The 20-cent per hundredweight processor assessment is an obligation under the Fluid Milk Promotion Order (7CFR§1160.101 et seq.) imposed on any person who processes and markets commercially more than 3 million pounds of packaged fluid milk products on a monthly basis. Deliveries to consumer residences are excluded. Effective February 29, 2016, processors of certified "organic" and "100 percent organic" fluid milk products may apply for an organic assessment exemption for those products.