UNITED STATES DEPARTMENT OF AGRICULTURE

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Phone: (425) 487-6009 (425) 487-2775 Agricultural Marketing Service **Dairy Programs**

FEDERAL MILK ORDERS 124 & 131

4835 E. Cactus Road, Ste. 365

Skim

Scottsdale, AZ 85254 Phone: (602) 547-2909

(602) 547-2906

Butterfat

Federal Order Minimum Cost for Selected Products & Containers* February 22, 2018

Value reflects Federal order minimum cost of raw skim and butterfat in milk products at the base zone of each order and the \$0.20 per hundredweight Processor Assessment (Fluid Milk Promotion Order, 7 CFR, 1160.101 et seq). Not included are any other assessments or costs associated with bottling milk, such as standardization, pasteurization, processing, packaging, labor, delivery, etc.

Month

PNW (FO 124)

Butterfat

Skim

			SKIIII	Dutteriat	SKIIII	Dutterial
Class I Skim and Butterfat Prices		December 2017	\$10.40	\$2.5545	\$10.85	\$2.5590
		January 2018	\$9.08	\$2.5085	\$9.53	\$2.5130
		February 2018	\$7.81	\$2.5186	\$8.26	\$2.5231
		March 2018	\$7.48	\$2.3544	\$7.93	\$2.3589
	Butterfat		PNW (FO 124)		AZ (FO 131)	
Product	Percent	Month	Gallons	, Half Pints	Gallons	Half Pints
White Milk	3.25%	December 2017	\$1.5793	\$0.0987	\$1.6180	\$0.1011
		January 2018	\$1.4566	\$0.0910	\$1.4953	\$0.0935
		February 2018	\$1.3538	\$0.0846	\$1.3925	\$0.0870
		March 2018	\$1.2804	\$0.0800	\$1.3191	\$0.0824
	2.00%	December 2017	\$1.3189	\$0.0824	\$1.3577	\$0.0849
		January 2018	\$1.1995	\$0.0750	\$1.2383	\$0.0774
		February 2018	\$1.0940	\$0.0684	\$1.1328	\$0.0708
		March 2018	\$1.0378	\$0.0649	\$1.0766	\$0.0673
	1.00%	December 2017	\$1.1077	\$0.0692	\$1.1465	\$0.0717
		January 2018	\$0.9911	\$0.0619	\$1.0299	\$0.0644
		February 2018	\$0.8836	\$0.0552	\$0.9224	\$0.0576
		March 2018	\$0.8413	\$0.0526	\$0.8801	\$0.0550
	0.06%	December 2017	\$0.9102	\$0.0569	\$0.9490	\$0.0593
		January 2018	\$0.7961	\$0.0498	\$0.8350	\$0.0522
		February 2018	\$0.6866	\$0.0429	\$0.7255	\$0.0453
		March 2018	\$0.6573	\$0.0411	\$0.6962	\$0.0435
Chocolate Milk	3.25%	December 2017	\$1.4691	\$0.0918	\$1.5051	\$0.0941
		January 2018	\$1.3550	\$0.0847	\$1.3910	\$0.0869
		February 2018	\$1.2593	\$0.0787	\$1.2953	\$0.0810
		March 2018	\$1.1911	\$0.0744	\$1.2271	\$0.0767
	1.00%	December 2017	\$1.0280	\$0.0643	\$1.0640	\$0.0665
		January 2018	\$0.9198	\$0.0575	\$0.9558	\$0.0597
		February 2018	\$0.8200	\$0.0513	\$0.8560	\$0.0535
		March 2018	\$0.7808	\$0.0488	\$0.8168	\$0.0510
	0.06%	December 2017	\$0.8438	\$0.0527	\$0.8798	\$0.0550
		January 2018	\$0.7380	\$0.0461	\$0.7740	\$0.0484
		February 2018	\$0.6365	\$0.0398	\$0.6725	\$0.0420
		March 2018	\$0.6093	\$0.0381	\$0.6453	\$0.0403
		Product	Gallons	Half Pints		
Conversion Factors		White Milk, 3.25%	8.60	0.53750		
		White Milk, 2.00%	8.62	0.53875		
		White Milk, 1.00%	8.62	0.53875		
		White Milk, 0.06%	8.63	0.539375		
		Chocolate Milk**	8.00	0.50000		

^{*} Price formula: ([(Percent Skim X Skim Price)/100+(Percent Butterfat X Butterfat Price)] / 100) X Conversion Factor For example, the formula for a gallon of whole milk would be: ([(96.75 X Skim Price)/100+(3.25 X Butterfat Price)] / 100) X 8.6

^{**} Conversion factors for chocolate milk vary between products.