

UNITED STATES DEPARTMENT OF AGRICULTURE

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Agricultural Marketing Service
 Dairy Programs

FEDERAL MILK ORDERS 124 & 131

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Federal Order Minimum Cost for Selected Products & Containers*
August 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)		AZ (FO 131)	
		Skim	Butterfat	Skim	Butterfat
Class I Skim and Butterfat Prices	June 2018	\$8.45	\$2.6284	\$8.90	\$2.6329
	July 2018	\$8.35	\$2.6851	\$8.80	\$2.6896
	August 2018	\$7.56	\$2.5573	\$8.01	\$2.5618
	September 2018	\$8.02	\$2.6328	\$8.47	\$2.6373

Product	Butterfat Percent	Month	PNW (FO 124)		AZ (FO 131)	
			Gallons	Half Pints	Gallons	Half Pints
White Milk	3.25%	June 2018	\$1.4377	\$0.0899	\$1.4764	\$0.0923
		July 2018	\$1.4452	\$0.0903	\$1.4839	\$0.0927
		August 2018	\$1.3438	\$0.0840	\$1.3825	\$0.0864
		September 2018	\$1.4032	\$0.0877	\$1.4419	\$0.0901
	2.00%	June 2018	\$1.1670	\$0.0729	\$1.2057	\$0.0754
		July 2018	\$1.1683	\$0.0730	\$1.2071	\$0.0754
		August 2018	\$1.0795	\$0.0675	\$1.1183	\$0.0699
		September 2018	\$1.1314	\$0.0707	\$1.1702	\$0.0731
	1.00%	June 2018	\$0.9477	\$0.0592	\$0.9865	\$0.0617
		July 2018	\$0.9440	\$0.0590	\$0.9828	\$0.0614
		August 2018	\$0.8656	\$0.0541	\$0.9044	\$0.0565
		September 2018	\$0.9114	\$0.0570	\$0.9501	\$0.0594
	0.06%	June 2018	\$0.7424	\$0.0464	\$0.7812	\$0.0488
		July 2018	\$0.7341	\$0.0459	\$0.7729	\$0.0483
		August 2018	\$0.6653	\$0.0416	\$0.7041	\$0.0440
		September 2018	\$0.7053	\$0.0441	\$0.7442	\$0.0465
Chocolate Milk	3.25%	June 2018	\$1.3374	\$0.0836	\$1.3734	\$0.0858
		July 2018	\$1.3444	\$0.0840	\$1.3804	\$0.0863
		August 2018	\$1.2500	\$0.0781	\$1.2860	\$0.0804
		September 2018	\$1.3053	\$0.0816	\$1.3413	\$0.0838
	1.00%	June 2018	\$0.8795	\$0.0550	\$0.9155	\$0.0572
		July 2018	\$0.8761	\$0.0548	\$0.9121	\$0.0570
		August 2018	\$0.8033	\$0.0502	\$0.8393	\$0.0525
		September 2018	\$0.8458	\$0.0529	\$0.8818	\$0.0551
	0.06%	June 2018	\$0.6882	\$0.0430	\$0.7242	\$0.0453
		July 2018	\$0.6805	\$0.0425	\$0.7165	\$0.0448
		August 2018	\$0.6167	\$0.0385	\$0.6527	\$0.0408
		September 2018	\$0.6539	\$0.0409	\$0.6899	\$0.0431

	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: $\frac{((\text{Percent Skim} \times \text{Skim Price}) / 100 + (\text{Percent Butterfat} \times \text{Butterfat Price}))}{100} \times \text{Conversion Factor}$
 For example, the formula for a gallon of whole milk would be: $\frac{((96.75 \times \text{Skim Price}) / 100 + (3.25 \times \text{Butterfat Price}))}{100} \times 8.6$

** Conversion factors for chocolate milk vary between products.