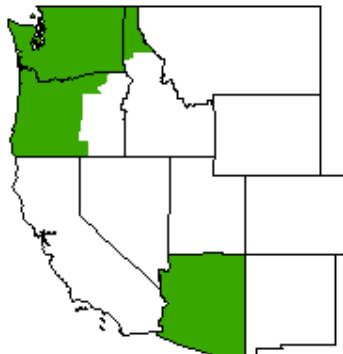


Pacific Northwest & Arizona Marketing Areas



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James R. Daugherty
 Market Administrator

February 2008

MARKET SUMMARIES FOR JANUARY 2008

Comparisons to a year ago can be found in the tables on pages 6 and 7.

Pacific Northwest

Producers delivered a total of 585.5 million pounds of milk to the market during January. Daily deliveries averaged 18.9 million pounds, up 1.2 percent from December. An estimated 683 producers delivered milk to the market during the month. Daily deliveries per producer averaged 27,652 pounds, up 1.2 percent from December.

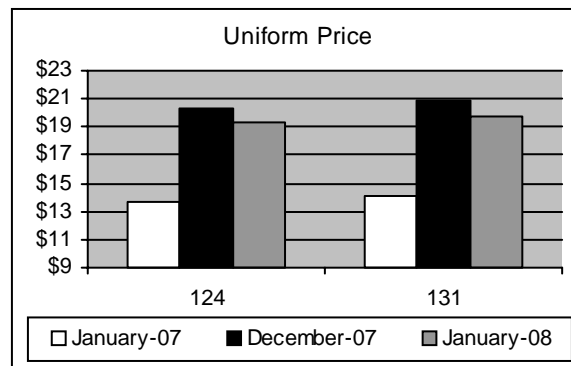
Class I producer milk during December totaled 201.2 million pounds, 34.4 percent of total producer receipts. Daily usage averaged 6.5 million pounds, up 5.6 percent from December.

Arizona

Producers delivered a total of 340.4 million pounds of milk to the market during January. Daily deliveries averaged 11.0 million pounds, up 6.0 percent from December. An estimated 92 producers

delivered milk to the market during the month. Daily deliveries per producer averaged 119,340 pounds, up 6.9 percent from December.

Class I producer milk during January totaled 123.3 million pounds, 36.2 percent of total producer receipts. Daily usage averaged 4.0 million pounds, up 6.9 percent from December. ♦



Federal Order Producer Prices and Component Levels: January 2008

Producer Prices	FO124	FO131	Component Levels (%)	FO124	FO131
Uniform Price 1/*	19.39	19.72	Butterfat	3.805	3.700
Butterfat 2/	1.3319	1.3566	Protein	3.132	N/A
Protein 2/	4.4994	N/A	Other Solids	5.731	N/A
Other Solids 2/	0.2097	N/A	Nonfat Solids	8.863	N/A
PPD 1/*	0.07	N/A			
Skim 1/	N/A	15.52			

N/A = not applicable. * Subject to applicable location adjustments. 1/ \$ per cwt. 2/ \$ per pound.

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JANUARY 2008 CLASS PRICES

January 2008 non-advanced Class Prices were calculated using NASS commodity price surveys from January 5, 12, 19, and 26, 2008. Component prices for the month are \$4.4994 per pound of protein, \$1.3319 per pound of butterfat, \$0.2097 per pound of other solids, and \$1.3385 per pound of nonfat solids.

January 2008 Class III and IV prices at 3.5% butterfat are \$19.32 and \$16.29 per hundredweight, respectively. The January Class III price compared to December is down \$1.28. The Class III price is \$5.76 higher than in January 2007. The Class III price at 3.67% butterfat is \$9.62 above the support price of \$9.90 at 3.67% butterfat.

Class II butterfat was announced at \$1.3389 per pound. Class I skim and butterfat and Class II skim prices for January 2008 were announced on December 21, 2007. The Class II price at 3.5% butterfat is \$19.75 for January 2008.

FINAL: NASS COMMODITY PRICES

	<u>December</u>	<u>January</u>	<u>Change</u>
Cheese*	\$2.0976	\$1.9998	-\$0.0978
Butter	\$1.3159	\$1.2301	-\$0.0858
Nonfat Dry Milk	\$1.8031	\$1.5090	-\$0.2941
Whey	\$0.4516	\$0.3992	-\$0.0524

* The weighted average of barrels plus 3 cents and blocks.

Current Commodity Prices -- The NASS survey of cheddar cheese prices showed a net decrease in prices received for 40-pound blocks 500-pound barrels. The survey of 40-pound blocks showed a net decrease of 24.06 cents between the January 12 and the February 16 surveys, to \$1.7550 per pound. The survey of 500-pound barrels (**adjusted to 38% moisture**) showed a net decrease of 16.65 cents to \$1.8644 per pound.

The NASS butter price showed a net decrease of 3.10 cents between the weeks ending January 12 and February 16 from \$1.2476 per pound to \$1.2166 per pound.

The NASS nonfat dry milk showed a net decrease of 33.84 cents since mid-January to \$1.3059 per pound. The average price for NASS whey showed a decrease of 17.36 cents since mid-January to \$0.2623 per pound. ♦

MARCH'S CLASS I PRICE ANNOUNCEMENT

On February 22, the March 2008 Class I price was announced at \$18.60 for the Pacific Northwest Order and \$19.05 for the Arizona Order. The Class I price was calculated using NASS commodity price surveys from the weeks of February 9 and 16.

The March Class III and IV advance skim prices are \$12.54 and \$10.54 per hundredweight, respectively. The butterfat portion of the Class I mover decreased 5.22 cents from \$1.3660 to \$1.3138 per pound.

The March 2008 Class II skim and nonfat solids prices were also announced on February 22. The skim price is \$11.24 per hundredweight, and the nonfat solids price is \$1.2489 per pound for all Federal orders. ♦

ADVANCED: NASS COMMODITY PRICES FOR CLASS I PRICE CALCULATIONS

	<u>February</u>	<u>March</u>	<u>Change</u>
Cheese*	\$2.0126	\$1.8092	-\$0.2034
Butter	\$1.2585	\$1.2150	-\$0.0435
Nonfat Dry Milk	\$1.6931	\$1.3398	-\$0.3533
Whey	\$0.4380	\$0.2673	-\$0.1707

* The weighted average of barrels plus 3 cents and blocks.

USDA INVITES COMMENTS ON PROPOSED AMENDMENT TO FLUID PROMOTION ORDER

On January 25, 2008, the U. S. Department of Agriculture invited comments on proposed amendments to the Fluid Milk Promotion Order. The proposed amendment would reduce the burden of late-fee charges applied to processors who under-report the amount of assessments that they owe to the National Fluid Milk Processor Promotion Board due to unintentional errors and miscalculation.

The proposed amendment would apply to processors who have not made more than two reporting errors in the prior 12-month period.

The board was established by the Fluid Milk Promotion Act of 1990 to develop and administer a coordinated program of advertising and promotion to increase the demand for fluid milk products. The National Fluid Milk Program is financed by a mandatory 20-cent per hundredweight assessment on all fluid milk processed and marketed

commercially in consumer-type packages in the contiguous 48 states and the District of Columbia. Processors who commercially process and market 3 million pounds or less per month, excluding those fluid milk products delivered to the residence of a consumer, are exempt from assessments. USDA's Agricultural Marketing Service monitors the operations of the board.

The proposed rule was published in the Jan. 28, 2008, Federal Register. Public comments must be submitted on or before Feb. 27, 2008. Comments may be submitted on the internet at www.regulations.gov or mailed to Whitney A. Rick, Chief, Promotion and Research Branch, Dairy Programs, AMS, USDA, 1400 Independence Ave., SW, Room 2958-S, Stop 0233, Washington, D.C. 20250-0233.

Copies of the proposed rule may be obtained from USDA/AMS/Dairy Programs, Room 2958-S, Stop 0233, Washington, D.C. 20250-0233. The proposed rule is available on AMS' website at www.ams.usda.gov/dairy. ♦

(Continued from Page 8)

To expand the state's job base, he encouraged the growth of value-added agricultural industries such as pasta and corn sweetener manufacturing.

As governor, Schafer managed a state workforce of 12,000 people, oversaw a budget of \$4.6 billion, and led the state's response to emergencies such as the severe floods that hit the Grand Forks area in 1997.

As chair of the Western Governors Association, Schafer led regional efforts to demonstrate how technology could improve the efficiency and lower the cost of delivering government services such as health benefits and food stamps. He also worked to make telemedicine more available and affordable in rural areas.

Schafer was elected chair of the Republican Governors Association in 2000 and that same year he co-founded and co-chaired the Governors Biotechnology Partnership to increase public understanding and support for the benefits of agricultural biotechnology.

He has had a lifelong interest in conservation and helped arrange the U.S. Forest Service's May 2007 purchase of the 5,200 acre Elkhorn ranch in North Dakota. The site was where Theodore

Roosevelt had his home and operated a cattle ranch in the 1880s. It is near the preserved town of Medora—the state's leading tourist attraction.

Born and raised in Bismarck, North Dakota, Schafer graduated from the University of North Dakota in 1969 with a bachelor's degree in Business Administration and earned an MBA from the University of Denver in 1970.

Secretary Schafer's grandfather immigrated to North Dakota from Denmark and homesteaded land in Hettinger County that he turned into a wheat and livestock farm. Schafer spent summers there while growing up. He helped his uncles with chores, tinkered with engines and learned firsthand about agriculture.

Before entering public life, Schafer was an executive with the Gold Seal Company in Bismarck, a successful marketer of nationally-known consumer products such as "Mr. Bubble" bubble bath, "Glass Wax" glass cleaner and "Snowy Bleach." The company had been founded by his father, Harold Schafer.

Secretary Schafer joined Gold Seal after he earned his MBA and held a series of management positions with the company before becoming president in 1978. Under his leadership, Gold Seal's sales climbed to \$50 million through acquisitions and new product introductions and its net worth tripled. It was sold in 1986. Schafer then went on to launch several new businesses, including a commercial real estate development company, a fish farm and a classic car dealership.

After leaving office in 2000, he co-founded Extend America, a venture capital-backed company, to provide wireless voice and high-speed data services to commercial and residential customers in five rural Midwestern states.

He also served as a director of the Theodore Roosevelt Medora Foundation that oversees the historic town's operations and became active in leading several other nonprofit and citizens advocacy groups in North Dakota.

Secretary Schafer enjoys the outdoors and his hobbies include bicycling, hiking, scuba diving and restoring classic automobiles. He and his wife, Nancy, have four children; Tom Schafer, Ellie Schafer and Eric Jones and Kari Hammer; and eight grandchildren.

Source: USDA

ANNUAL SELECTED STATISTICS

Minimum Class Prices (3.5% B.F.)	PACIFIC NORTHWEST				ARIZONA 2/			
	Dec 2007	Dec 2006	Dec 2005	Dec 2004	Dec 2007	Dec 2006	Dec 2005	Dec 2004
Class I Milk (\$/cwt.)	\$20.04	\$13.78	\$16.30	\$16.88	\$20.49	\$14.23	\$16.75	\$17.33
Class II Milk (\$/cwt.)	18.36	11.76	13.48	13.86	18.36	11.76	13.48	13.86
Class III Milk (\$/cwt.)	18.04	11.89	14.05	15.39	18.04	11.89	14.05	15.39
Class IV Milk (\$/cwt.)	18.36	11.06	12.88	13.20	18.36	11.06	12.88	13.20
Producer Prices								
Producer Price Differential (\$/cwt.)	\$ 0.63	\$ 0.19	\$ 0.15	\$(0.58)	+	+	+	+
Butterfat (\$/pound)	1.4693	1.3252	1.7105	2.0507	+	+	+	+
Protein (\$/pound)	3.5121	2.0912	2.4602	2.6035	+	+	+	+
Other Solids (\$/pound)	0.4201	0.1746	0.1228	0.0751	+	+	+	+
Uniform Skim Price (\$/cwt.)	+	+	+	+	14.39	8.22	8.94	8.69
Uniform Butterfat Price (\$/pound)	+	+	+	+	1.4762	1.3326	1.7253	2.0390
Statistical Uniform Price (\$/cwt.) . .	\$18.67	\$12.07	\$14.20	\$14.82	\$19.05	\$12.60	\$14.66	\$15.52
Producer Data								
Number of Producers	704	779	817	829	93	92	87	95
Avg. Daily Production (lbs.)	27,382	26,625	23,618	21,490	111,912	100,758	92,466	83,733
Number of Handlers								
Pool Handlers	27	28	27	28	7	6	5	5
Producer-Handlers	6	7	9	7	1	2	3	2
Other Plants w/ Class I Use	25	24	22	22	22	25	29	32
Producer Milk Ratios								
Class I	32.07%	29.52%	30.21%	33.04%	36.65%	37.50%	33.46%	33.34%
Class II	7.32%	6.43%	6.61%	7.11%	9.10%	8.62%	10.64%	8.40%
Class III	29.95%	27.45%	25.18%	25.23%	27.81%	34.61%	38.49%	37.23%
Class IV	30.67%	36.60%	38.00%	34.62%	26.43%	19.27%	17.41%	21.03%

+ Not Applicable.

ANNUAL SUPPLEMENTAL STATISTICS

Producer-Handler Data	Dec 2007	Dec 2006	Dec 2005	Dec 2004	Dec 2007	Dec 2006	Dec 2005	Dec 2004
Production	321,470,981	305,745,068	407,230,677	262,202,083	R	R	R	R
Class I Use	255,596,158	248,192,458	324,307,445	212,755,468	R	R	R	R
% Class I Use	79.51%	81.18%	79.64%	81.14%	R	R	R	R
Class I Route Disposition In Area								
By Pool Plants	1,994,049,274	2,000,742,674	1,885,388,485	1,920,705,849	1,149,759,420	1,131,880,059	931,316,187	917,218,886
By Producer-Handlers	84,441,329	126,067,955	230,213,129	193,572,401	1/	1/	1/	1/
By Other Plants	55,539,139	50,007,298	34,069,132	44,063,301	57,885,430	134,311,783	336,429,994	373,514,111
Total	2,134,029,742	2,176,817,927	2,149,670,746	2,158,341,551	1,207,644,850	1,266,191,842	1,267,746,181	1,290,732,997

* Preliminary. R = Restricted. Not included. 1/ Restricted. Included with other plants. 2/ Due to the implementation of the Milk Regulatory Equity Act of 2005, the name of Federal Order 131 changed from the "Arizona-Las Vegas Order" to the "Arizona Order" and Clark County, Nevada, was removed from the marketing area effective May 1, 2006.

ANNUAL STATISTICAL SUMMARY

(Product pounds based upon reports of handlers)

RECEIPTS, UTILIZATION AND CLASSIFICATION OF MILK	PACIFIC NORTHWEST				ARIZONA 2/				
	Dec 2007	Dec 2006	Dec 2005	Dec 2004	Dec 2007	Dec 2006	Dec 2005	Dec 2004	
TOTAL PRODUCER MILK	7,036,007,813	7,570,456,808	7,045,825,851	6,517,689,890	3,798,868,820	3,383,448,766	2,947,498,446	2,901,186,995	
RECEIPTS FROM OTHER SOURCES	454,544,202	237,218,264	368,887,741	443,264,737	243,966,168	272,775,534	391,081,030	233,696,743	
OPENING INVENTORY	400,044,258	380,614,122	382,249,114	394,191,525	238,419,856	221,299,141	185,857,134	171,638,313	
TOTAL TO BE ACCOUNTED FOR	<u>7,890,596,273</u>	<u>8,188,289,194</u>	<u>7,796,962,706</u>	<u>7,355,146,152</u>	<u>4,281,254,844</u>	<u>3,877,523,441</u>	<u>3,524,436,610</u>	<u>3,306,522,051</u>	
UTILIZATION OF RECEIPTS									
Whole milk	386,055,812	400,114,991	359,461,263	357,067,786	330,466,437	331,431,736	235,375,142	253,941,372	
Flavored milk & milk drinks	140,322,316	143,988,650	138,993,133	131,470,326	72,839,277	74,746,052	67,760,732	66,831,314	
2% milk	762,443,804	799,095,114	772,739,827	815,548,546	430,274,661	412,700,801	365,642,910	351,069,119	
1% milk	361,155,851	311,501,163	286,860,978	287,537,311	157,385,807	148,472,995	128,821,087	116,337,686	
Skim milk	327,412,557	329,445,714	311,698,466	313,061,738	152,938,139	158,669,623	127,881,589	122,314,216	
Buttermilk	16,658,934	16,597,042	15,634,818	16,020,142	5,855,099	5,858,852	5,834,727	6,725,179	
CLASS I ROUTE DISP. IN AREA.	1,994,049,274	2,000,742,674	1,885,388,485	1,920,705,849	1,149,759,420	1,131,880,059	931,316,187	917,218,886	
Class I dispositions out of area	220,095,037	192,347,892	175,543,008	162,827,249	244,120,284	137,226,775	56,373,706	49,499,578	
Other Class I usage	241,428,503	236,570,628	262,136,802	275,275,748	138,214,372	117,133,817	98,276,290	97,522,258	
TOTAL CLASS I USE.	<u>2,455,572,814</u>	<u>2,429,661,194</u>	<u>2,323,068,295</u>	<u>2,358,808,846</u>	<u>1,532,094,076</u>	<u>1,386,240,651</u>	<u>1,085,966,183</u>	<u>1,064,240,722</u>	
TOTAL CLASS II USE	595,664,484	571,757,273	554,173,483	567,546,425	359,121,487	303,029,161	325,383,106	252,881,550	
TOTAL CLASS III USE	2,268,902,870	2,110,000,455	1,936,636,001	1,905,843,165	1,067,538,646	1,175,954,169	1,140,908,893	1,086,498,489	
TOTAL CLASS IV USE	<u>2,570,456,105</u>	<u>3,076,870,272</u>	<u>2,983,084,927</u>	<u>2,522,947,716</u>	<u>1,322,500,635</u>	<u>1,012,299,460</u>	<u>972,178,428</u>	<u>902,901,290</u>	
TOTAL ACCOUNTED FOR	<u>7,890,596,273</u>	<u>8,188,289,194</u>	<u>7,796,962,706</u>	<u>7,355,146,152</u>	<u>4,281,254,844</u>	<u>3,877,523,441</u>	<u>3,524,436,610</u>	<u>3,306,522,051</u>	
CLASSIFICATION OF RECEIPTS									
Producer milk:	Class I	2,256,399,902	2,234,596,168	2,128,328,208	2,153,463,181	1,392,470,597	1,268,897,392	986,249,469	967,161,281
	Class II	514,687,965	486,913,189	465,620,525	463,424,337	345,843,789	291,503,591	313,557,913	243,754,933
	Class III	2,107,295,207	2,078,124,314	1,774,115,296	1,644,328,345	1,056,328,262	1,170,961,130	1,134,576,539	1,080,240,037
	Class IV	2,157,624,739	2,770,823,137	2,677,761,822	2,256,474,027	1,004,226,172	652,086,653	513,114,525	610,030,744
Other receipts:	Class I	199,172,912	195,065,026	194,740,087	205,345,665	482,386,024	494,074,675	576,938,164	405,335,056
	Class II	80,976,519	84,844,084	88,552,958	104,122,088	1/	1/	1/	1/
	Class III	161,607,663	31,876,141	162,520,705	261,514,820	1/	1/	1/	1/
	Class IV	412,831,366	306,047,135	305,323,105	266,473,689	1/	1/	1/	1/
Avg. daily producer receipts		19,276,734	20,740,978	19,303,632	17,856,685	10,407,860	9,269,723	8,075,338	7,948,458
Change From Previous Year		-7.06%	7.45%	8.10%	2.86%	12.28%	14.79%	1.60%	-5.23%
Avg. daily Class I use		6,727,597	6,656,606	6,364,571	6,462,490	4,197,518	3,797,920	2,975,250	2,915,728
Change From Previous Year		1.07%	4.59%	-1.52%	2.13%	10.52%	27.65%	2.04%	-0.45%

1/ Restricted - Included with Class I. 2/ Due to the implementation of the Milk Regulatory Equity Act of 2005, the name of Federal Order 131 changed from the "Arizona-Las Vegas Order" to the "Arizona Order" and Clark County, Nevada, was removed from the marketing area effective May 1, 2006.

MONTHLY SELECTED STATISTICS

	PACIFIC NORTHWEST				ARIZONA 2/			
	Jan 2008	Dec 2007	Jan 2007	Dec 2006	Jan 2008	Dec 2007	Jan 2007	Dec 2006
Minimum Class Prices (3.5% B.F.)								
Class I Milk (\$/cwt.)	\$22.87	\$21.94	\$15.49	\$14.33	\$23.32	\$22.39	\$15.94	\$14.78
Class II Milk (\$/cwt.)	19.75	20.82	12.85	12.55	19.75	20.82	12.85	12.55
Class III Milk (\$/cwt.)	19.32	20.60	13.56	13.47	19.32	20.60	13.56	13.47
Class IV Milk (\$/cwt.)	16.29	19.18	12.53	12.30	16.29	19.18	12.53	12.30
Producer Prices								
Producer Price Differential (\$/cwt.)	\$ 0.07	\$(0.30)	\$ 0.07	\$(0.48)	+	+	+	+
Butterfat (\$/pound)	1.3319	1.4348	1.3009	1.3481	+	+	+	+
Protein (\$/pound)	4.4994	4.7061	2.4053	2.4388	+	+	+	+
Other Solids (\$/pound)	0.2097	0.2637	0.3183	0.2564	+	+	+	+
Uniform Skim Price (\$/cwt.)	+	+	+	+	15.52	16.37	9.85	9.27
Uniform Butterfat Price (\$/pound)	+	+	+	+	1.3566	1.4365	1.3185	1.3613
Statistical Uniform Price (\$/cwt.)	\$19.39	\$20.30	\$13.63	\$12.99	\$19.72	\$20.82	\$14.12	\$13.71
Producer Data								
Number of Producers	683 *	683	753	564	92 *	92	92	91
Avg. Daily Production (lbs.)	27,652 *	27,334	27,058	25,976	119,340 *	112,592	110,781	107,164
Number of Handlers								
Pool Handlers	27	27	28	26	7	7	7	7
Producer-Handlers	5 *	5	6	6	1 *	1	1	1
Other Plants w/ Class I Use	26 *	26	25	26	23 *	23	24	25
Producer Milk Ratios								
Class I	34.37%	32.91%	31.70%	43.16%	36.22%	35.91%	39.26%	39.12%
Class II	6.83%	5.98%	6.32%	7.48%	6.53%	7.38%	7.95%	8.05%
Class III	30.97%	31.27%	28.00%	5.08%	23.50%	25.20%	23.50%	35.77%
Class IV	27.83%	29.84%	33.98%	44.28%	33.75%	31.51%	29.29%	17.06%

+ Not Applicable. * Preliminary.

MONTHLY SUPPLEMENTAL STATISTICS

	Dec 2007	Nov 2007	Dec 2006	Nov 2006	Dec 2007	Nov 2007	Dec 2006	Nov 2006
Producer-Handler Data								
Production	27,238,521	25,792,798	24,619,325	23,162,467	R	R	R	R
Class I Use	21,197,014	21,807,708	20,694,458	20,173,798	R	R	R	R
% Class I Use	77.82%	84.55%	84.06%	87.10%	R	R	R	R
Class I Route Disposition In Area								
By Pool Plants	173,681,018	172,375,290	174,895,406	176,701,441	95,384,943	98,730,746	103,023,637	101,353,392
By Producer-Handlers	5,900,093	5,894,443	8,394,052	8,313,589	1/	1/	1/	1/
By Other Plants	4,677,481 *	4,866,482	4,208,912	5,039,293	3,395,547 *	3,750,254	4,886,400	5,421,632
Total	184,258,592	183,136,215	187,498,370	190,054,323	98,780,490	102,481,000	107,910,037	106,775,024

* Preliminary. R = Restricted. Not included. 1/ Restricted. Included with other plants. 2/ Due to the implementation of the Milk Regulatory Equity Act of 2005, the name of Federal Order 131 changed from the "Arizona-Las Vegas Order" to the "Arizona Order" and Clark County, Nevada, was removed from the marketing area effective May 1, 2006.

MONTHLY STATISTICAL SUMMARY

(Product pounds based upon reports of handlers)

RECEIPTS, UTILIZATION AND CLASSIFICATION OF MILK	PACIFIC NORTHWEST				ARIZONA 2/				
	Jan 2008	Dec 2007	Jan 2007	Dec 2006	Jan 2008	Dec 2007	Jan 2007	Dec 2006	
TOTAL PRODUCER MILK	585,474,383	578,733,166	631,608,503	454,157,075	340,356,857	321,111,301	315,946,730	302,310,158	
RECEIPTS FROM OTHER SOURCES	35,979,105	30,270,193	33,857,899	23,156,136	21,002,299	32,274,467	5,774,964	14,657,832	
OPENING INVENTORY	38,983,863	32,216,543	32,549,558	29,696,311	20,760,379	18,883,995	20,259,726	17,358,604	
TOTAL TO BE ACCOUNTED FOR	660,437,351	641,219,902	698,015,960	507,009,522	382,119,535	372,269,763	341,981,420	334,326,594	
UTILIZATION OF RECEIPTS									
Whole milk	31,844,627	31,947,873	35,521,712	36,271,956	26,293,378	25,917,942	31,609,166	31,771,776	
Flavored milk & milk drinks	12,013,416	14,359,508	12,176,732	15,142,961	6,563,452	6,760,418	6,920,088	7,491,357	
2% milk	71,318,565	70,877,069	69,971,443	68,217,548	38,124,645	37,116,807	37,608,020	37,446,605	
1% milk	29,029,512	27,353,150	28,373,281	26,075,765	14,288,313	12,647,205	14,009,573	12,736,058	
Skim milk	30,199,478	27,725,605	28,989,956	27,775,270	13,939,639	12,438,329	14,185,879	13,070,416	
Buttermilk	1,381,184	1,417,813	1,282,393	1,411,906	526,054	504,242	490,760	507,425	
CLASS I ROUTE DISP. IN AREA.	175,786,782	173,681,018	176,315,517	174,895,406	99,735,481	95,384,943	104,823,486	103,023,637	
Class I dispositions out of area	20,455,526	17,605,141	17,319,515	18,223,871	21,775,918	21,273,846	18,958,537	15,157,866	
Other Class I usage	21,322,397	18,726,624	19,655,291	18,771,570	12,240,661	10,989,524	11,617,517	11,226,936	
TOTAL CLASS I USE.	217,564,705	210,012,783	213,290,323	211,890,847	133,752,060	127,648,313	135,399,540	129,408,439	
TOTAL CLASS II USE	46,162,913	39,460,631	47,568,696	39,138,676	23,027,269	24,435,728	25,936,907	24,984,471	
TOTAL CLASS III USE	186,861,472	182,597,334	185,735,339	23,078,735	79,994,692	80,920,853	74,243,058	108,359,739	
TOTAL CLASS IV USE	209,848,261	209,149,154	251,421,602	232,901,264	145,345,514	139,264,869	106,401,915	71,573,945	
TOTAL ACCOUNTED FOR	660,437,351	641,219,902	698,015,960	507,009,522	382,119,535	372,269,763	341,981,420	334,326,594	
CLASSIFICATION OF RECEIPTS									
Producer milk:	Class I	201,217,820	190,489,190	200,172,103	196,036,867	123,263,156	115,309,350	124,035,209	118,253,216
	Class II	39,965,706	34,595,995	39,935,233	33,949,299	22,221,646	23,713,122	25,113,559	24,329,533
	Class III	181,339,658	180,972,215	176,881,720	23,078,735	79,994,692	80,920,853	74,243,058	108,142,274
	Class IV	162,951,199	172,675,766	214,619,447	201,092,174	114,877,363	101,167,976	92,554,904	51,585,135
Other receipts:	Class I	16,346,885	19,523,593	13,118,220	15,853,980	41,762,678	51,158,462	26,034,690	32,016,436
	Class II	6,197,207	4,864,636	7,633,463	5,189,377	1/	1/	1/	1/
	Class III	5,521,814	1,625,119	8,853,619	0	1/	1/	1/	1/
	Class IV	46,897,062	36,473,388	36,802,155	31,809,090	1/	1/	1/	1/
Avg. daily producer receipts		18,886,270	18,668,812	20,374,468	14,650,228	10,979,253	10,358,429	10,191,830	9,751,941
Change From Previous Year		-7.30%	27.43%	0.78%	-26.59%	7.73%	6.22%	17.62%	17.49%
Avg. daily Class I use		7,018,216	6,774,606	6,880,333	6,835,189	4,314,583	4,117,688	4,367,727	4,174,466
Change From Previous Year		2.00%	-0.89%	4.96%	5.99%	-1.22%	-1.36%	42.11%	34.41%

1/ Restricted - Included with Class I. 2/ Due to the implementation of the Milk Regulatory Equity Act of 2005, the name of Federal Order 131 changed from the "Arizona-Las Vegas Order" to the "Arizona Order" and Clark County, Nevada, was removed from the marketing area effective May 1, 2006.

HIGHLIGHTS THIS ISSUE:

- Market Summaries for January 2008
- January 2008 Class Prices
- Class I Price for March 2008
- USDA Invites Comments on Proposed Amendment to Fluid Milk Promotion Order
- Annual Selected Statistics
- Annual Statistical Summary
- Biography of Ed Schafer, New Secretary of Agriculture

**BIOGRAPHY OF ED SCHAFER,
NEW SECRETARY OF AGRICULTURE**

Ed Schafer was sworn in as the 29th Secretary of the U.S. Department of Agriculture (USDA) on January 28, 2008.

Secretary Schafer brings a record as an innovative two-term governor of North Dakota to USDA along with extensive private sector experience as both an entrepreneur and a business executive.

Schafer served as North Dakota's governor from 1992 to 2000 and made diversifying and expanding North Dakota's economy, reducing the cost of government and advancing agriculture his top priorities in office.

He worked to normalize trading relations with China and develop that nation as an export market for North Dakota farm products. He also led efforts to upgrade North Dakota's communications infrastructure and make high-speed voice and data networks available to farmers, ranchers and rural businesses.

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