## UNITED STATES DEPARTMENT OF AGRICULTURE

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## AGRICULTURAL MARKETING SERVICE DAIRY PROGRAMS

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FEDERAL MILK ORDERS 124 & 131

## ANNOUNCEMENT OF MINIMUM CLASS AND COMPONENT PRICES: ADVANCED # August 2012

	Pacific Northwest			
	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 13.11	\$ 9.53	4/	4/
Butterfat 2/	\$ 1.6576	4/	4/	4/
Protein 2/			4/	
Other Solids 2/			4/	
Nonfat Solids 2/		\$ 1.0589		4/
@ 3.5% Butterfat 1/ 3/	\$ 18.45	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 18.65			

	Arizona			
	Class I *	Class II	Class III	Class IV
Skim 1/	\$ 13.56	\$ 9.53	4/	4/
Butterfat 2/	\$ 1.6621	4/	4/	4/
@ 3.5% Butterfat 1/ 3/	\$ 18.90	4/	4/	4/
Processor Assessment **	\$ 0.20			
Total 1/	\$ 19.10			

Supplemental Price Data Fro	Advance Pricing		
Surveys Included:	Average	Total Pounds	Factors 3/
7/7/12 and 7/14/12	Price	of Product	Butterfat \$ 1.6386
Grade AA Butter	\$ 1.5246	6,630,932	Class III Skim \$ 11.21
Cheese 40 Lb. Blocks	\$ 1.6434	21,759,163	Class IV Skim \$ 8.83
Cheese 500 Lb. Barrels, 38% moisture	\$ 1.6865	19,693,913	Base Skim Milk Price
Cheese, Average	\$ 1.6781	41,453,076	for Class I \$ 11.21
Nonfat Dry Milk	\$ 1.1588	28,929,524	
Dry Whey	\$ 0.4944	16,423,361	Base Class I Price \$ 16.55

# Pacific Northwest (FO 124) prices milk on the basis of multiple components.

Arizona (FO 131) prices milk on the basis of butterfat and skim.

\* The FO 124 Class I price includes a Class I differential of \$1.90 per hundredweight (King County, Washington). The FO 131 Class I price includes a Class I differential of \$2.35 per hundredweight (Maricopa County, Arizona). Subject to applicable location adjustments.

\*\* The processor assessment is an obligation under the Fluid Milk Promotion Order (7CFR § 1160.101 et seq.). The Order requires that all persons who process and market commercially more than 3,000,000 pounds of fluid milk products in consumer-type packages in the 48 contiguous States and the District of Columbia on a monthly basis, excluding those fluid milk products delivered to the residence of a consumer, be assessed 20 cents per hundredweight on all marketings of such packaged fluid milk products during the month.

1/ Per hundredweight.
2/ Per pound.
3/ Prices at 3.5% butterfat are calculated in the following manner:
0.965 multiplied by skim price, plus 3.5 multiplied by butterfat price.
4/ Announced for the month on or before the 5th of the following month.
5/ Effective April 1, 2012, price data collected by AMS.