UNITED STATES DEPARTMENT OF AGRICULTURE

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FEDERAL MILK ORDERS 124 & 131

Federal Order Minimum Cost for Selected Products & Containers* August 17, 2016

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	Butterfa
Class I Skim and Butterfat Prices		June 2016	\$7.41	\$2.3118	\$7.86	\$2.3163
		July 2016	\$7.67	\$2.3999	\$8.12	\$2.4044
		August 2016	\$8.26	\$2.6283	\$8.71	\$2.6328
		September 2016	\$10.27	\$2.4985	\$10.72	\$2.5030
Product	Butterfat	Month	PNW (FO 124)		AZ (FO 131)	
	Percent		Gallons	Half Pints	Gallons	Half Pint
White Milk	3.25%	June 2016	\$1.2627	\$0.0789	\$1.3014	\$0.0813
		July 2016	\$1.3090	\$0.0818	\$1.3477	\$0.0842
		August 2016	\$1.4219	\$0.0889	\$1.4606	\$0.0913
		September 2016	\$1.5528	\$0.0971	\$1.5915	\$0.0995
	2.00%	June 2016	\$1.0245	\$0.0640	\$1.0633	\$0.0665
		July 2016	\$1.0617	\$0.0664	\$1.1005	\$0.0688
		August 2016	\$1.1509	\$0.0719	\$1.1897	\$0.0744
		September 2016	\$1.2983	\$0.0811	\$1.3371	\$0.0836
	1.00%	June 2016	\$0.8316	\$0.0520	\$0.8704	\$0.0544
		July 2016	\$0.8614	\$0.0538	\$0.9002	\$0.0563
		August 2016	\$0.9315	\$0.0582	\$0.9702	\$0.0606
		September 2016	\$1.0918	\$0.0682	\$1.1306	\$0.0707
	0.06%	June 2016	\$0.6511	\$0.0407	\$0.6899	\$0.0431
		July 2016	\$0.6740	\$0.0421	\$0.7128	\$0.0445
		August 2016	\$0.7260	\$0.0454	\$0.7649	\$0.0478
		September 2016	\$0.8987	\$0.0562	\$0.9375	\$0.0586
Chocolate Milk	3.25%	June 2016	\$1.1746	\$0.0734	\$1.2106	\$0.0757
		July 2016	\$1.2176	\$0.0761	\$1.2536	\$0.0784
		August 2016	\$1.3227	\$0.0827	\$1.3587	\$0.0849
		September 2016	\$1.4445	\$0.0903	\$1.4805	\$0.0925
	1.00%	June 2016	\$0.7718	\$0.0482	\$0.8078	\$0.0505
		July 2016	\$0.7995	\$0.0500	\$0.8355	\$0.0522
		August 2016	\$0.8645	\$0.0540	\$0.9005	\$0.0563
		September 2016	\$1.0133	\$0.0633	\$1.0493	\$0.0656
	0.06%	June 2016	\$0.6035	\$0.0377	\$0.6395	\$0.0400
		July 2016	\$0.6248	\$0.0390	\$0.6608	\$0.0413
		August 2016	\$0.6730	\$0.0421	\$0.7090	\$0.0443
		September 2016	\$0.8331	\$0.0521	\$0.8691	\$0.0543
		Product	Gallons	Half Pints		
Conversion Whi Factors Whi		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**	8.03	0.50000		
			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.