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United States Department of Agriculture AGRICULTURE MARKETING SERVICE DAIRY PROGRAMS Milk Market Administrator SOUTHWEST MILK MARKETING AREA Federal Order No. 126

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February 11, 2004

January 2004

Computation of Producer Price Differential

		Pounds	Price	Value
Add:	Class I Differential			\$387,413.26
	Class I Butterfat 60(a) 8,286,581	\$ 1.3583	\$11,255,662.97
	Class I Skim Per Cwt	352,901,633	\$10.4600	\$36,913,510.84
	Class II Butterfat 60(0) 8,064,845	\$ 1.5048	\$12,135,978.76
	Class II Nonfat Solids	8,303,909	\$ 0.7378	\$6,126,624.07
	Class III Butterfat 60(\$11,648,603.29
	Class III Protein	6,718,030	\$ 2.0875	\$14,023,887.63
	Class III Other Solids	12,518,666	\$ 0.0217	\$271,655.05
	Class IV Butterfat 60(d) 5,557,165	\$ 1.4978	\$8,323,521.73
	Class IV Nonfat Solids	10,419,153	\$ 0.6595	\$6,871,431.41
	Class II, III, & IV Somatic Cell Adjustment 60(e)		\$239,934.20
	Total Producer Milk- Product Pounds and Value	798,117,311		\$108,198,223.21
Add:	Value as for 60(f) thru 60(j)			\$69,586.47
Less:	Total Protein Pounds61(b) 24,645,329	\$ 2.0875	\$51,447,124.29
	Total Other Solids Pounds	45,685,994	\$ 0.0217	\$991,386.06
	Total Butterfat Pounds	29,685,733	\$ 1.4978	\$44,463,290.89
	Total Value of Somatic Cell Adjustment			\$415,272.47
	Total Milk and Value	798,117,311]	\$10,950,735.97
Add:	Location Differential Adjustments 61(2)		\$2,522,593.56
	Producer - Settlement Fund Reserve 61(1)		\$273,402.34
Lass	Total Product Milk/URSP and Value Producer - Settlement Fund Reserve 61(798,117,311	\$ 1.72239	\$13,746,731.87 \$338,361.05
LC33.		1	γ 0.01239	\$330,30±.03
	Producer Price Differential (Dallas County)		\$1.68	\$13,408,370.82

Estimated Market Wide Utilization in Class 2, 3, & 4 Skim Percentage 56.00 Butterfat Percentage

73.00

Southwest Marketing Order Price Data

January 2004

Producer Price Differential	\$1.68
Class III Price	\$11.61
Statistical Uniform Price of Milk (3.5% Butterfat-Dallas)	\$13.29

Producer Milk Utilization Percentages						
	Product Pounds	Percent	Butterfat Pounds	Percent	Skim Milk Pounds	Percent
Class I	361,188,214	45.26	8,286,581	27.91	352,901,633	45.92
Class II	98,844,051	12.38	8,064,845	27.17	90,779,206	11.81
Class III	218,715,955	27.40	7,777,142	26.20	210,938,813	27.46
Class IV	119,369,091	14.96	5,557,165	18.72	113,811,926	14.81
Total	798,117,311	100.00	29,685,733	100.00	768,431,578	100.00

	Producer Milk Component Utilization Percentages							
	Protein Pounds	Percent	Other Solids Pounds	Percent	Nonfat Solids Pounds	Percent		
Class I	11,365,983	46.12	21,005,586	45.98	32,371,568	46.03		
Class II	2,915,081	11.83	5,388,826	11.80	8,303,909	11.81		
Class III	6,718,030	27.26	12,518,666	27.40	19,236,693	27.35		
Class IV	3,646,235	14.79	6,772,916	14.82	10,419,153	14.81		
Total	24,645,329	100.00	45,685,994	100.00	70,331,323	100.00		

Average Butterfat Test	3.719%
Average Protein Test	3.087%
Average Other Solids Test	5.724%
Average Nonfat Solids Test	8.812%
Average Somatic Cell Count	270,000
Total Number of Producers	869

LIST OF HANDLERS ON SOUTHWEST ORDER 126 January 2004

NAME		LOCATION	POOL PLANT	1000.9(c) MILK
Creamland Dairies		Albuquerque, NM	Х	
DairiConcepts, L.P.	h/	Portales, NM	X a/	
Dairy Farmers of America, Inc.	0/	El Paso, TX	X a/	
Dairy Farmers of America, Inc.		Grapevine, TX	11 W	Х
Dairy Farmers of America, Inc.		Knoxville, TN		X
Dairy Farmers of America, Inc.		Lovington, NM	X a/	
Dairy Farmers of America, Inc.	b/	Sulphur Springs, TX	X a/	
David's Supermarket, Inc.		Grandview, TX	X	
Farmers Dairies		El Paso, TX	Х	
Gandy's Dairy Products	b/	Lubbock, TX	Х	
H. E. Butts Grocery Co.		San Antonio, TX	Х	
H. E. Butts - H. R. S. C.		Houston, TX	Х	
Just Jersey Cooperative, Inc.		Artesia, NM		Х
Lilly Dairy Products, Inc.		Bryan, TX	Х	
Lone Star Milk Producers, L.C.		Antelope, TX	X a/	
Lone Star Milk Producers, L.C. East		Windthorst, TX		Х
Lone Star Milk Producers, L.C. West		Windthorst, TX		Х
Milk Products, L.P.		Austin, TX	Х	
Milk Products, L.P.		Conroe, TX	Х	
Milk Products, L.P.		Dallas, TX	Х	
Morningstar Specialty Foods		Sulphur Springs, TX	Х	
Oak Farms Dairy		Dallas, TX	Х	
Oak Farms Dairy	b/	Houston, TX	Х	
Oak Farms Dairy	b/	San Antonio, TX	Х	
Oak Farms Dairy	b/	Waco, TX	Х	
Plains Dairy Products		Amarillo, TX	Х	
Price's Creameries	b/	El Paso, TX	Х	
Promised Land Dairy		Floresville, TX	Х	
Schepps Dairy		Dallas, TX	Х	
Select Milk Producers, Inc.		Artesia, NM		Х
Southwest Dairy		Tyler, TX	Х	
Vandervoort's		Ft. Worth, TX	Х	
United Dairymen of Arizona		Tempe, AZ		Х
Zia Milk Producers, Inc.		Roswell, NM		Х

PARTIALLY REGULATED PLANTS AND PRODUCER-HANDLERS WITH DISTRIBUTION IN THE SOUTHWEST MARKETING AREA

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		PARTIALLY	PRODUCER	EXEMPT
NAME	LOCATION	REGULATED	HANDLER	HANDLER
Alta Dena Dairy	City of Industry, CA	Х		
Braums Ice Cream	Tuttle, OK		Х	
Cacique Inc.	City of Industry, CA	Х		
Dannon	Ft. Worth, TX	Х		
Jasper Products, L.L.C.	Joplin, MO	Х		
Kohler Mix Specialties	b/ Sulphur Springs, TX	Х		
Lane's Dairy	El Paso, TX		Х	
Mickey's Drive-In Dairy	Albuquerque, NM		Х	
Mountain Gold Dairy	Carrizozo, NM			Х
Nature's Dairy	Roswell, NM		Х	
Rasband Dairy	Albuquerque, NM		Х	
Select No. 5	Dexter, NM	Х		
Stremick's Heritage Foods, L.L.	C. Santa Ána, CA	Х		

a/ Designated plant pursuant to Section 1126.7(d).b/ Handler failed to submit its report on time pursuant to Section 1126.30.