



**UNITED STATES DEPARTMENT OF AGRICULTURE
AGRICULTURAL MARKETING SERVICE
DAIRY PROGRAMS**

**Milk Market Administrator
Southwest Marketing Area**

Office Address:
1404 Carroll
Carrollton, TX 75006-7245
Phone: (972) 245-6060
Fax: (972) 245-3211
Lab Fax: (972) 389-0823

Mailing Address:
P O Box 110939
Carrollton, TX 75011-0939

Home page: <http://members.aol.com/fmimo1126>
E-mail: richard.fleming@usda.gov

December 22, 2000

**ANNOUNCEMENT OF CLASS I AND II ADVANCED PRICES
AND PRICING FACTORS ^{1/}**

| | <u>January 2001</u> |
|--|---------------------|
| CLASS I PRICE^{2/} | \$ 16.99 |
| Processor Assessment ^{3/} | \$.20 |
| Total..... | \$ 17.19 |
| Base Price (Class I mover)..... | \$ 13.99 |
| Skim Milk Price ^{4/} | \$ 10.88 |
| Butterfat Price, per lb. ^{5/} | \$ 1.8544 |
| CLASS II | |
| Skim Milk Price ^{6/} | \$ 8.58 |
| Nonfat Solids Price, per lb..... | \$ 0.9533 |
| ADVANCED CLASS III | |
| Pricing Factor..... | \$ 9.51 |
| Skim Milk Pricing Factor..... | \$ 4.53 |
| Butterfat Pricing Factor..... | \$ 1.4681 |
| ADVANCED CLASS IV | |
| Pricing Factor..... | \$ 13.99 |
| Skim Milk Pricing Factor..... | \$ 7.88 |
| Butterfat Pricing Factor..... | \$ 1.8244 |

DAIRY PRODUCT AVERAGE PRICE QUOTATIONS

| | <u>DEC 2000</u> | <u>NOV 2000</u> | <u>DEC 1999</u> |
|---|-----------------|-----------------|-----------------|
| NASS WEIGHTED AVERAGE PRICES – TWO WEEKS | | | |
| CHEDDAR CHEESE, per lb. | \$ 1.0930 | \$ 1.0259 | \$ 1.1268 |
| BUTTER, per lb. | 1.6110 | 1.2032 | 0.9220 |
| NONFAT DRY MILK, per lb. | 1.0159 | 1.0157 | 1.0125 |
| DRY WHEY, per lb. | 0.2194 | 0.1881 | 0.1870 |

CLASS I PRICE ADJUSTMENTS FROM BASE DIFFERENTIAL – DALLAS COUNTY

| | | | | | |
|----------------|---------|-----------------|---------|----------------------------|---------|
| Albuquerque | -\$0.65 | El Paso | -\$0.75 | Sulphur Springs, Winnsboro | \$0.00 |
| Amarillo | -\$0.60 | Floresville | +\$0.45 | Tyler | \$0.00 |
| Austin | +\$0.30 | Houston, Conroe | +\$0.60 | Waco | +\$0.15 |
| Bryan | +\$0.30 | Lubbock | -\$0.60 | | |
| Corpus Christi | +\$0.65 | San Antonio | +\$0.45 | | |

^{1/} United States Department of Agriculture, Agricultural Marketing Service. For further information contact John Rourke, 202/720-7461. Prices are dollars per 100 pounds (cwt.) unless otherwise indicated.

^{2/} The Class I price announced is per hundredweight at 3.5% butterfat at Dallas County location.

^{3/} The processor assessment is an obligation under the Fluid Milk Promotion Order (7 CFR § 1160.101 *et seq.*). The Order requires that all persons who process and market more than 500,000 pounds of fluid milk products in consumer-type packages in the contiguous 48 States of the continental United States and the District of Columbia be assessed 20 cents per hundredweight on all marketing of such packaged fluid milk products during the month.

^{4/} The Class I skim price for the Southwest Marketing Area is the skim milk price associated with the higher of the advanced Class III or IV pricing factors plus \$3.00, subject to the adjustment for that location.

^{5/} The Class I butterfat price for the Southwest Marketing Area is the butterfat price associated with the higher of the advanced Class III or IV pricing factors plus \$0.030 (\$3.00 divided by 100), subject to the adjustment for that location.

^{6/} The Class II skim price for the Southwest Marketing Area is the advanced Class IV skim milk pricing factor plus \$0.70.

Richard Fleming
Market Administrator