



**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: www.dallasma.com
E-mail: sw.order@dallasma.com

December 23, 2004

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

January 2005

CLASS I PRICE^{2/}	\$ 19.65
Processor Assessment ^{3/}	\$.20
Total.....	\$ 19.85
Base Price (Class I mover).....	\$ 16.65
Skim Milk Price ^{4/}	\$ 12.70
Butterfat Price, per lb. ^{5/}	\$ 2.1118
CLASS II	
Skim Milk Price ^{6/}	\$ 7.20
Nonfat Solids Price, per lb.....	\$ 0.8000
ADVANCED CLASS III SKIM MILK PRICING FACTOR	\$ 9.70
ADVANCED CLASS IV SKIM MILK PRICING FACTOR	\$ 6.50
ADVANCED BUTTERFAT PRICING FACTOR, per lb.	\$ 2.0818

DAIRY PRODUCT AVERAGE PRICE QUOTATIONS

	<u>DEC 2004</u>	<u>NOV 2004</u>	<u>DEC 2003</u>
NASS WEIGHTED AVERAGE PRICES – TWO WEEKS			
CHEDDAR CHEESE, per lb.	\$ 1.7648	\$ 1.5481	\$ 1.3227
BUTTER, per lb.	1.8498	1.6845	1.2219
NONFAT DRY MILK, per lb.	0.8698	0.8553	0.8072
DRY WHEY, per lb.	0.2436	0.2338	0.1967

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 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.
- ^{4/} The Class I skim price for the Southwest Marketing Area is the higher of the advanced Class III or IV skim milk 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 advanced butterfat pricing factor 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