



**UNITED STATES DEPARTMENT OF AGRICULTURE
 AGRICULTURAL MARKETING SERVICE
 DAIRY PROGRAMS
 Milk Market Administrator
 Southwest Marketing Area**

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

January 2009

CLASS I PRICE ^{2/}	\$ 18.74
Processor Assessment ^{3/}	\$.20
Total	\$ 18.94
Base Price (Class I mover)	\$ 15.74
Skim Milk Price ^{4/}	\$ 14.24
Butterfat Price, per lb. ^{5/}	\$ 1.4283
CLASS II	
Skim Milk Price ^{6/}	\$ 6.74
Nonfat Solids Price, per lb.	\$ 0.7489
ADVANCED CLASS III SKIM MILK PRICING FACTOR	\$ 11.24
ADVANCED CLASS IV SKIM MILK PRICING FACTOR	\$ 6.04
ADVANCED BUTTERFAT PRICING FACTOR, per lb.	\$ 1.3983

DAIRY PRODUCT AVERAGE PRICE QUOTATIONS

	<u>DEC 2008</u>	<u>NOV 2008</u>	<u>DEC 2007</u>
NASS WEIGHTED AVERAGE PRICES – TWO WEEKS			
CHEDDAR CHEESE, per lb.	\$ 1.7989	\$ 1.7420	\$ 2.1328
BUTTER, per lb.	1.3262	1.6517	1.3146
NONFAT DRY MILK, per lb.	0.8460	0.8617	1.8304
DRY WHEY, per lb.	0.1716	0.1896	0.4568

CLASS I PRICE ADJUSTMENTS FROM BASE DIFFERENTIAL – DALLAS COUNTY

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

- ^{1/} United States Department of Agriculture, Agricultural Marketing Service. For further information contact, 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