



United States Department of Agriculture
AGRICULTURE MARKETING SERVICE
DAIRY PROGRAMS
Milk Market Administrator
SOUTHWEST MILK MARKETING AREA

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

Federal Order No. 126

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

Home Page: www.dallasma.com
Email: sw.order@dallasma.com

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July 2008

Computation of Producer Price Differential

| | | Pounds | Price | Value |
|--|-------|----------------------|------------------|-------------------------|
| Add: Class I Differential | | | | \$310,239.64 |
| Class I Butterfat | 60(a) | 7,566,895 | \$ 1.6386 | \$12,399,114.17 |
| Class I Skim Per Cwt | | 316,648,895 | \$18.7000 | \$59,213,343.38 |
| Class II Butterfat | 60(b) | 10,039,592 | \$ 1.6844 | \$16,910,688.78 |
| Class II Nonfat Solids | | 9,331,190 | \$ 1.2567 | \$11,726,506.48 |
| Class III Butterfat | 60(c) | 15,017,886 | \$ 1.6774 | \$25,191,001.97 |
| Class III Protein | | 11,522,493 | \$ 4.0025 | \$46,118,778.25 |
| Class III Other Solids | | 22,621,422 | \$ 0.0707 | \$1,599,334.54 |
| Class IV Butterfat | 60(d) | 3,641,589 | \$ 1.6774 | \$6,108,401.39 |
| Class IV Nonfat Solids | | 17,682,728 | \$ 1.2358 | \$21,852,315.31 |
| Class II, III, & IV Somatic Cell Adjustment | 60(e) | | | \$509,997.72 |
| Total Producer Milk- Product Pounds and Value | | 1,034,333,268 | | \$201,939,721.63 |
| Add: Value as for 60(f) thru 60(j) | | | | \$129,409.46 |
| Less: Total Protein Pounds | 61(b) | 30,418,155 | \$ 4.0025 | \$121,748,665.42 |
| Total Other Solids Pounds | | 59,233,171 | \$ 0.0707 | \$4,187,785.20 |
| Total Butterfat Pounds | | 36,265,962 | \$ 1.6774 | \$60,832,524.68 |
| Total Value of Somatic Cell Adjustment | | | | \$732,190.45 |
| Total Milk and Value | | 1,034,333,268 | | \$14,567,965.34 |
| Add: Location Differential Adjustments | 61(c) | | | \$4,704,100.97 |
| Producer - Settlement Fund Reserve | 61(d) | | | \$301,624.38 |
| Total Product Milk/URSP and Value | | 1,034,333,268 | \$ 1.89239 | \$19,573,690.69 |
| Less: Producer - Settlement Fund Reserve | 61(f) | | \$ 0.04239 | \$438,525.23 |
| Producer Price Differential (Dallas County) | | | \$1.85 | \$19,135,165.46 |

Estimated Market Wide Utilization in Class 2, 3, & 4
 Skim Percentage 71.00 Butterfat Percentage 81.00

Richard Fleming
 Market Administrator

Southwest Marketing Order Price Data

July 2008

| | |
|---|---------|
| Producer Price Differential | \$1.85 |
| Class III Price | \$18.24 |
| Statistical Uniform Price of Milk (3.5% Butterfat-Dallas) | \$20.09 |

| Producer Milk Utilization Percentages | | | | | | |
|--|-------------------|---------|---------------------|---------|---------------------|---------|
| | Product Pounds | Percent | Butterfat Pounds | Percent | Skim Milk Pounds | Percent |
| Class I | 324,215,790 | 31.35 | 7,566,895 | 20.87 | 316,648,895 | 31.73 |
| Class II | 113,837,365 | 11.01 | 10,039,592 | 27.68 | 103,797,773 | 10.40 |
| Class III | 396,013,403 | 38.28 | 15,017,886 | 41.41 | 380,995,517 | 38.17 |
| Class IV | 200,266,710 | 19.36 | 3,641,589 | 10.04 | 196,625,121 | 19.70 |
| Total | 1,034,333,268 | 100.00 | 36,265,962 | 100.00 | 998,067,306 | 100.00 |

| Producer Milk Component Utilization Percentages | | | | | | |
|--|-------------------|---------|------------------------|---------|-------------------------|---------|
| | Protein Pounds | Percent | Other Solids Pounds | Percent | Nonfat Solids Pounds | Percent |
| Class I | 9,723,209 | 31.97 | 18,770,285 | 31.68 | 28,493,495 | 31.78 |
| Class II | 3,173,643 | 10.43 | 6,157,546 | 10.40 | 9,331,189 | 10.41 |
| Class III | 11,522,493 | 37.88 | 22,621,422 | 38.19 | 34,143,914 | 38.09 |
| Class IV | 5,998,810 | 19.72 | 11,683,918 | 19.73 | 17,682,728 | 19.72 |
| Total | 30,418,155 | 100.00 | 59,233,171 | 100.00 | 89,651,326 | 100.00 |

| | |
|----------------------------|---------|
| Average Butterfat Test | 3.506% |
| Average Protein Test | 2.940% |
| Average Other Solids Test | 5.726% |
| Average Nonfat Solids Test | 8.667% |
| Average Somatic Cell Count | 279,000 |
| Total Number of Producers | 587 |

**LIST OF HANDLERS ON SOUTHWEST ORDER 126
July 2008 REVISED**

| NAME | LOCATION | POOL PLANT | 1000.9(c) MILK |
|-------------------------------------|---------------------|-------------------|-----------------------|
| Creamland Dairies | Albuquerque, NM | X | |
| DairiConcepts, L.P. | Portales, NM | X a/ | |
| Dairy Farmers of America, Inc. | Grapevine, TX | | X |
| Dairy Farmers of America, Inc. | Knoxville, TN | | X |
| Dairy Farmers of America, Inc. | Salt Lake City, UT | | X |
| Dairy Farmers of America, Inc. | Sulphur Springs, TX | X a/ | |
| David's Supermarket, Inc. | Grandview, TX | X | |
| Gandy's Dairy Products | Lubbock, TX | X | |
| H. E. Butts - H. R. S. C. | Houston, TX | X | |
| H. E. Butts Grocery Co. | San Antonio, TX | X | |
| Just Jersey Cooperative, Inc. | Artesia, NM | | X |
| Lone Star Milk Producers, L.C. East | Windthorst, TX | | X |
| Lone Star Milk Producers, L.C. West | Windthorst, TX | | X |
| Milk Products, L.L.C. | Austin, TX | X | |
| Milk Products, L.L.C. | Conroe, TX | X | |
| Milk Products, L.L.C. | Dallas, TX | X | |
| Morningstar Foods | Sulphur Springs, TX | X | |
| Oak Farms Dairy | Dallas, TX | X | |
| Oak Farms Dairy | Houston, TX | X | |
| Oak Farms Dairy | San Antonio, TX | X | |
| Oak Farms Dairy | Waco, TX | X | |
| Plains Dairy Products | Amarillo, TX | X | |
| Price's Creameries | El Paso, TX | X | |
| Promised Land Dairy | Floresville, TX | X | |
| Scenic Central | Yuba, WI | | X |
| Schepps Dairy | Dallas, TX | X | |
| Select Milk Producers, Inc. | Artesia, NM | | X |
| Southwest Dairy | Tyler, TX | X | |
| Vandervoort's | Ft. Worth, TX | X | |
| Western Quality Foods | Cedar City, UT | X | |
| Zia Milk Producers, Inc. | Roswell, NM | | X |

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

| NAME | LOCATION | PARTIALLY REGULATED | PRODUCER HANDLER | EXEMPT HANDLER |
|-----------------------------------|----------------------|----------------------------|-------------------------|-----------------------|
| Aurora Organic Dairy | Platteville, CO | | X | |
| Braums Ice Cream | Tuttle, OK | | X | |
| Cacique Inc. | City of Industry, CA | X | | |
| Dannon | Ft. Worth, TX | X | | |
| Darigold Inc | Boise, ID | X | | |
| Gossner Foods | Logan, UT | X | | |
| H.P. Hood L.L.C. | Sacramento, CA | X | | |
| Jasper Products, L.L.C. | Joplin, MO | X | | |
| Mesquite Valley Farms | Windthorst, TX | | X | |
| Mickey's Drive-In Dairy | Albuquerque, NM | | X | |
| Moo Cheeses L.P. | Garland, TX | | | X |
| Morningstar Foods | Gustine, CA | X | | |
| Nature's Dairy | Roswell, NM | | X | |
| Rasband Dairy | Albuquerque, NM | | X | |
| Select No. 5 | Dexter, NM | X | | |
| Straus Family Creamery | Marshall, CA | X | | |
| Stremick's Heritage Foods, L.L.C. | Santa Ana, CA | X | | |
| <u>WhiteWave Foods</u> | City of Industry, CA | X | | |

a/ Designated plant pursuant to Section 1126.7(d).