



**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/}**

| | <u>March 2009</u> |
|--|-------------------|
| CLASS I PRICE ^{2/} | \$ 12.43 |
| Processor Assessment ^{3/} | \$.20 |
| Total | \$ 12.63 |
| Base Price (Class I mover) | \$ 9.43 |
| Skim Milk Price ^{4/} | \$ 8.81 |
| Butterfat Price, per lb. ^{5/} | \$ 1.1218 |
| CLASS II | |
| Skim Milk Price ^{6/} | \$ 6.51 |
| Nonfat Solids Price, per lb. | \$ 0.7233 |
| ADVANCED CLASS III SKIM MILK PRICING FACTOR | \$ 5.57 |
| ADVANCED CLASS IV SKIM MILK PRICING FACTOR | \$ 5.81 |
| ADVANCED BUTTERFAT PRICING FACTOR, per lb. | \$ 1.0918 |

DAIRY PRODUCT AVERAGE PRICE QUOTATIONS

| | <u>FEB 2009</u> | <u>JAN 2009</u> | <u>FEB 2008</u> |
|---|-----------------|-----------------|-----------------|
| NASS WEIGHTED AVERAGE PRICES – TWO WEEKS | | | |
| CHEDDAR CHEESE, per lb. | \$ 1.1414 | \$ 1.2895 | \$ 1.8092 |
| BUTTER, per lb. | 1.0731 | 1.0914 | 1.2150 |
| NONFAT DRY MILK, per lb. | 0.8195 | 0.8333 | 1.3398 |
| DRY WHEY, per lb. | 0.1545 | 0.1701 | 0.2673 |

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.

Cary Hunter
Market Administrator