



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

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Federal Order No. 126

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May 2008

Computation of Producer Price Differential

| | | Pounds | Price | Value |
|--|-------|---------------|------------------|------------------|
| Add: Class I Differential | | | | \$351,670.34 |
| Class I Butterfat | 60(a) | 7,891,169 | \$ 1.4963 | \$11,807,556.19 |
| Class I Skim Per Cwt | | 350,710,015 | \$14.9000 | \$52,255,792.25 |
| Class II Butterfat | 60(b) | 8,836,263 | \$ 1.5632 | \$13,812,846.34 |
| Class II Nonfat Solids | | 8,638,764 | \$ 1.1556 | \$9,982,955.70 |
| Class III Butterfat | 60(c) | 1,594,696 | \$ 1.5562 | \$2,481,665.92 |
| Class III Protein | | 381,079 | \$ 4.1108 | \$1,566,539.56 |
| Class III Other Solids | | 741,017 | \$ 0.0766 | \$56,761.90 |
| Class IV Butterfat | 60(d) | 6,659,833 | \$ 1.5562 | \$10,364,032.10 |
| Class IV Nonfat Solids | | 19,802,538 | \$ 1.1301 | \$22,378,848.22 |
| Class II, III, & IV Somatic Cell Adjustment | 60(e) | | | \$433,116.49 |
| Total Producer Milk- Product Pounds and Value | | 701,656,433 | | \$125,491,785.01 |
| Add: Value as for 60(f) thru 60(j) | | | | \$196,245.73 |
| Less: Total Protein Pounds | 61(b) | 21,097,700 | \$ 4.1108 | \$86,728,425.16 |
| Total Other Solids Pounds | | 40,295,386 | \$ 0.0766 | \$3,086,626.56 |
| Total Butterfat Pounds | | 24,981,961 | \$ 1.5562 | \$38,876,927.74 |
| Total Value of Somatic Cell Adjustment | | | | \$885,539.07 |
| Total Milk and Value | | 701,656,433 | | \$3,889,487.79- |
| Add: Location Differential Adjustments | 61(c) | | | \$1,691,790.58 |
| Producer - Settlement Fund Reserve | 61(d) | | | \$393,537.82 |
| Total Product Milk/URSP and Value | | 701,656,433 | \$ 0.25712- | \$1,804,159.39- |
| Less: Producer - Settlement Fund Reserve | 61(f) | | \$ 0.04287 | \$300,809.91 |
| Producer Price Differential (Dallas County) | | | \$.30- | \$2,104,969.30- |

Estimated Market Wide Utilization in Class 2, 3, & 4
 Skim Percentage 50.00 Butterfat Percentage 69.00

Richard Fleming
 Market Administrator

Southwest Marketing Order Price Data

May 2008

| | |
|---|---------|
| Producer Price Differential | \$.30- |
| Class III Price | \$18.18 |
| Statistical Uniform Price of Milk (3.5% Butterfat-Dallas) | \$17.88 |

| Producer Milk Utilization Percentages | | | | | | |
|--|-------------------|---------|---------------------|---------|---------------------|---------|
| | Product Pounds | Percent | Butterfat Pounds | Percent | Skim Milk Pounds | Percent |
| Class I | 358,601,184 | 51.11 | 7,891,169 | 31.59 | 350,710,015 | 51.83 |
| Class II | 104,109,134 | 14.84 | 8,836,263 | 35.37 | 95,272,871 | 14.08 |
| Class III | 14,016,918 | 1.99 | 1,594,696 | 6.38 | 12,422,222 | 1.83 |
| Class IV | 224,929,197 | 32.06 | 6,659,833 | 26.66 | 218,269,364 | 32.26 |
| Total | 701,656,433 | 100.00 | 24,981,961 | 100.00 | 676,674,472 | 100.00 |

| Producer Milk Component Utilization Percentages | | | | | | |
|--|-------------------|---------|------------------------|---------|-------------------------|---------|
| | Protein Pounds | Percent | Other Solids Pounds | Percent | Nonfat Solids Pounds | Percent |
| Class I | 10,951,597 | 51.91 | 20,878,090 | 51.81 | 31,829,690 | 51.84 |
| Class II | 2,970,751 | 14.08 | 5,668,016 | 14.07 | 8,638,764 | 14.07 |
| Class III | 381,079 | 1.81 | 741,017 | 1.84 | 1,122,094 | 1.83 |
| Class IV | 6,794,273 | 32.20 | 13,008,263 | 32.28 | 19,802,538 | 32.26 |
| Total | 21,097,700 | 100.00 | 40,295,386 | 100.00 | 61,393,086 | 100.00 |

| | |
|----------------------------|---------|
| Average Butterfat Test | 3.560% |
| Average Protein Test | 3.006% |
| Average Other Solids Test | 5.742% |
| Average Nonfat Solids Test | 8.749% |
| Average Somatic Cell Count | 224,000 |
| Total Number of Producers | 552 |

**LIST OF HANDLERS ON SOUTHWEST ORDER 126
May 2008**

| 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 | |
| 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 | |
| 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 | | |
| WhiteWave Foods | City of Industry, CA | X | | |

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