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**ANNOUNCEMENT OF CLASS PRICES AND RELATED DATA  
FOR DECEMBER 2002**

	Market Class I Differential Rate	Class I Prices <sup>1/</sup>		
		Skim Milk (Per cwt.)	Butterfat (Per Pound)	3.5% BF (Per cwt.)
<b>Base Zone</b>	<b>\$ 1.80</b>	<b>\$ 8.79</b>	<b>\$ 1.0962</b>	<b>\$ 12.32</b>
Other Zones	\$ 1.75	\$ 8.74	\$ 1.0957	\$ 12.27
	1.70	8.69	1.0952	12.22
	1.65	8.64	1.0947	12.17
	1.60	8.59	1.0942	12.12
<b>Class II Prices</b>	Nonfat Solids		(Per pound)	\$ 0.8544
	Butterfat		(Per pound)	1.1992
	Skim Milk		(Per cwt.)	7.69
	3.50% BF		(Per cwt.)	11.62
<b>Class III Prices</b>	Protein		(Per pound)	\$ 1.7506
	Other Solids		(Per pound)	0.0584
	Butterfat		(Per pound)	1.1922
	Skim Milk		(Per cwt.)	5.77
	3.50% BF		(Per cwt.)	9.74
<b>Class IV Prices</b>	Nonfat Solids		(Per pound)	\$ 0.7282
	Butterfat		(Per pound)	1.1922
	Skim Milk		(Per cwt.)	6.55
	3.50% BF		(Per cwt.)	10.49
<b>Somatic Cell Adjustment Rate</b>			(Per cwt. per 1,000 SCC)	\$ 0.00056

**Factors Used in Prices for December 2002**

Advanced Class III Skim Milk Price	(Per cwt.)	\$ 6.16
Advanced Class IV Skim Milk Price	(Per cwt.)	6.99
Class I Skim Milk Price Mover	(Per cwt.)	\$ 6.99
Advanced Butterfat Price	(Per pound)	1.0782

			<u>2-Week Average</u>	<u>Monthly Average</u>
NASS Survey Prices	Butter	(Per pound)	\$ 0.9991	\$ 1.0926
	Cheese	(Per pound)	1.0985	1.1203
	Dry Whey	(Per pound)	0.2234	0.1965
	Nonfat Dry Milk	(Per pound)	0.9172	0.8682
Component Prices	Butterfat	(Per pound)	\$ 1.0782	\$ 1.1922
	Protein	(Per pound)	1.8218	1.7506
	Other Solids	(Per pound)	0.0862	0.0584
	Nonfat Solids	(Per pound)	0.7772	0.7282

**ADVANCED CLASS PRICES AND RELATED DATA  
FOR JANUARY 2003**

	Market Class I Differential Rate	Class I Prices <sup>1/</sup>		
		Skim Milk (Per cwt.)	Butterfat (Per Pound)	3.5% BF (Per cwt.)
<b>Base Zone</b>	<b>\$ 1.80</b>	<b>\$ 8.47</b>	<b>\$ 1.1964</b>	<b>\$ 12.36</b>
Other Zones	\$ 1.75	\$ 8.42	\$ 1.1959	\$ 12.31
	1.70	8.37	1.1954	12.26
	1.65	8.32	1.1949	12.21
	1.60	8.27	1.1944	12.16
<b>Class II Nonfat Solids Price</b>		(Per pound)		\$ 0.8189
<b>Class II Skim Milk Price</b>		(Per cwt.)		\$ 7.37
<b>Factors Used in Prices for January 2003</b>				
Advanced Class III Skim Milk Price		(Per cwt.)		\$ 5.86
Advanced Class IV Skim Milk Price		(Per cwt.)		6.67
Class I Skim Milk Price Mover		(Per cwt.)		\$ 6.67
Advanced Butterfat Price		(Per pound)		1.1784
NASS Survey Prices -- Two-Week Average				
Butter		(Per pound)		\$ 1.0813
Cheese		(Per pound)		1.1195
Dry Whey		(Per pound)		0.2038
Nonfat Dry Milk		(Per pound)		0.8813
Advanced Component Prices				
Butterfat		(Per pound)		\$ 1.1784
Protein		(Per pound)		1.7655
Other Solids		(Per pound)		0.0659
Nonfat Solids		(Per pound)		0.7413

**Estimated Utilization of Producer Milk in Class I**

(Pursuant to § 1030.45(a))

December 2002	Class I Skim Milk	21%	Class I Butterfat	9%
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<sup>1/</sup> There is also a \$0.20 per cwt. processor assessment which 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.

January 3, 2003

H. Paul Kyburz, Market Administrator

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