



Agricultural Marketing Service
Dairy Programs

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**ANNOUNCEMENT OF CLASS PRICES AND RELATED DATA
FOR OCTOBER 2008 ***

	Market Class I Differential Rate	Class I Prices ^{1/}		
		Skim Milk (Per cwt.)	Butterfat (Per Pound)	3.5% BF (Per cwt.)
Base Zone	\$ 1.80	\$11.56	\$ 1.7631	\$17.33
Other Zones	\$ 1.75	\$11.51	\$ 1.7626	\$17.28
	1.70	11.46	1.7621	17.23
	1.65	11.41	1.7616	17.18
	1.60	11.36	1.7611	17.13
Class II Prices	Nonfat Solids		(Per pound)	\$ 1.1622
	Butterfat		(Per pound)	1.8577
	Skim Milk		(Per cwt.)	10.46
	3.50% BF		(Per cwt.)	16.60
Class III Prices	Protein		(Per pound)	\$ 3.5490
	Other Solids		(Per pound)	(0.0047)
	Butterfat		(Per pound)	1.8507
	Skim Milk		(Per cwt.)	10.97
	3.50% BF		(Per cwt.)	17.06
Class IV Prices	Nonfat Solids		(Per pound)	\$ 0.8226
	Butterfat		(Per pound)	1.8507
	Skim Milk		(Per cwt.)	7.40
	3.50% BF		(Per cwt.)	13.62
Somatic Cell Adjustment Rate			(Per cwt. per 1,000 SCC)	\$ 0.00095

Factors Used in Prices for October 2008

Advanced Class III Skim Milk Price		(Per cwt.)	\$9.71	
Advanced Class IV Skim Milk Price		(Per cwt.)	9.76	
Class I Skim Milk Price Mover		(Per cwt.)	\$9.76	
Advanced Butterfat Price		(Per pound)	1.7451	
		<u>2-Week Average</u>	<u>Monthly Average</u>	
NASS Survey Prices	Butter	(Per pound)	\$ 1.6125	\$ 1.6997
	Cheese	(Per pound)	1.7279	1.9065
	Dry Whey	(Per pound)	0.2241	0.1945
	Nonfat Dry Milk	(Per pound)	1.2628	0.9987
Component Prices	Butterfat	(Per pound)	\$ 1.7451	\$ 1.8507
	Protein	(Per pound)	3.0847	3.5490
	Other Solids	(Per pound)	0.0258	(0.0047)
	Nonfat Solids	(Per pound)	1.0841	0.8226

**ADVANCED CLASS PRICES AND RELATED DATA
FOR NOVEMBER 2008**

	Market Class I Differential Rate	Class I Prices ^{1/}		
		Skim Milk (Per cwt.)	Butterfat (Per Pound)	3.5% BF (Per cwt.)
Base Zone	\$ 1.80	\$13.09	\$1.8568	\$19.13
Other Zones	\$ 1.75	\$13.04	\$1.8563	\$19.08
	1.70	12.99	1.8558	19.03
	1.65	12.94	1.8553	18.98
	1.60	12.89	1.8548	18.93
Class II Nonfat Solids Price			(Per pound)	\$ 0.9467
Class II Skim Milk Price			(Per cwt.)	\$8.52
Factors Used in Prices for November 2008				
Advanced Class III Skim Milk Price			(Per cwt.)	\$11.29
Advanced Class IV Skim Milk Price			(Per cwt.)	7.82
Class I Skim Milk Price Mover			(Per cwt.)	\$11.29
Advanced Butterfat Price			(Per pound)	1.8388
NASS Survey Prices -- Two-Week Average				
Butter			(Per pound)	\$ 1.6899
Cheese			(Per pound)	1.9323
Dry Whey			(Per pound)	0.1970
Nonfat Dry Milk			(Per pound)	1.0452
Advanced Component Prices				
Butterfat			(Per pound)	\$ 1.8388
Protein			(Per pound)	3.6447
Other Solids			(Per pound)	(0.0022)
Nonfat Solids			(Per pound)	0.8686

Estimated Utilization of Producer Milk in Class I

(Pursuant to § 1030.45(a))

October 2008	Class I Skim Milk	18%	Class I Butterfat	7%
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*** The manufacturing allowances and butterfat yield factor used to compute the Class II, Class III, Class IV, and component prices in this announcement, as well as future computations of Class II, Class III, Class IV, and component prices factors, and Federal order minimum prices will use the revised manufacturing allowances and butterfat yield factor contained in the Interim Final Rule published in the *Federal Register* on July 31, 2008 (73 FR 44617).**

^{1/} 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.

October 31, 2008

H. Paul Kyburz, Market Administrator

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