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

	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	\$ 9.03	\$ 1.1757	\$ 12.83
Other Zones	\$ 1.75	\$ 8.98	\$ 1.1752	\$ 12.78
	1.70	8.93	1.1747	12.73
	1.65	8.88	1.1742	12.68
	1.60	8.83	1.1737	12.63
Class II Prices	Nonfat Solids		(Per pound)	\$ 0.8333
	Butterfat		(Per pound)	1.1281
	Skim Milk		(Per cwt.)	7.50
	3.50% BF		(Per cwt.)	11.19
Class III Prices	Protein		(Per pound)	\$ 2.0148
	Other Solids		(Per pound)	0.0247
	Butterfat		(Per pound)	1.1211
	Skim Milk		(Per cwt.)	6.39
	3.50% BF		(Per cwt.)	10.09
Class IV Prices	Nonfat Solids		(Per pound)	\$ 0.7605
	Butterfat		(Per pound)	1.1211
	Skim Milk		(Per cwt.)	6.84
	3.50% BF		(Per cwt.)	10.52
Somatic Cell Adjustment Rate			(Per cwt. per 1,000 SCC)	\$ 0.00059

Factors Used in Prices for June 2002

Advanced Class III Skim Milk Price	(Per cwt.)	\$ 7.23
Advanced Class IV Skim Milk Price	(Per cwt.)	6.80
Class I Skim Milk Price Mover	(Per cwt.)	\$ 7.23
Advanced Butterfat Price	(Per pound)	1.1577

			<u>2-Week Average</u>	<u>Monthly Average</u>
NASS Survey Prices	Butter	(Per pound)	\$ 1.0643	\$ 1.0343
	Cheese	(Per pound)	1.2521	1.1708
	Dry Whey	(Per pound)	0.1827	0.1639
	Nonfat Dry Milk	(Per pound)	0.8953	0.9005
Component Prices	Butterfat	(Per pound)	\$ 1.1577	\$ 1.1211
	Protein	(Per pound)	2.2469	2.0148
	Other Solids	(Per pound)	0.0441	0.0247
	Nonfat Solids	(Per pound)	0.7553	0.7605

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**ADVANCED CLASS PRICES AND RELATED DATA
FOR JULY 2002**

	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	\$ 8.65	\$ 1.1623	\$ 12.42
Other Zones	\$ 1.75	\$ 8.60	\$ 1.1618	\$ 12.37
	1.70	8.55	1.1613	12.32
	1.65	8.50	1.1608	12.27
	1.60	8.45	1.1603	12.22
Class II Nonfat Solids Price			(Per pound)	\$ 0.8389
Class II Skim Milk Price			(Per cwt.)	\$ 7.55
Factors Used in Prices for July 2002				
Advanced Class III Skim Milk Price			(Per cwt.)	\$ 6.40
Advanced Class IV Skim Milk Price			(Per cwt.)	6.85
Class I Skim Milk Price Mover			(Per cwt.)	\$ 6.85
Advanced Butterfat Price			(Per pound)	1.1443
NASS Survey Prices -- Two-Week Average				
Butter			(Per pound)	\$ 1.0533
Cheese			(Per pound)	1.1792
Dry Whey			(Per pound)	0.1663
Nonfat Dry Milk			(Per pound)	0.9006
Advanced Component Prices				
Butterfat			(Per pound)	\$ 1.1443
Protein			(Per pound)	2.0140
Other Solids			(Per pound)	0.0272
Nonfat Solids			(Per pound)	0.7606

Regional Milk Production Costs ^{2/}

Data no longer available.

Estimated Utilization of Producer Milk in Class I

(Pursuant to § 1030.45(a))

June 2002	Class I Skim Milk	22%	Class I Butterfat	9%
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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 more than 500,000 pounds of fluid milk products in consumer-type packages in the contiguous 48 States of the continental United States and the District of Columbia be assessed \$0.20 per cwt. on all marketings of such packaged fluid products during the month.

2/ Beginning in June 2002, monthly cost of production (COP) is no longer available. The Economic Research Service (ERS) has revised its method of computing milk COP estimates. The new milk COP can be found by selecting "milk" at the website shown below, or by contacting Jim Johnson at (202)694-5560 or Bill McBride at (202)694-5577.

www.ers.usda.gov/data/costsandreturns/testpick.htm

July 5, 2002

H. Paul Kyburz, Market Administrator

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