

Agricultural Marketing Service  
 Dairy Programs

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## ANNOUNCEMENT OF CLASS PRICES AND RELATED DATA FOR JANUARY 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>\$ 9.14</b>	<b>\$ 1.4119</b>	<b>\$ 13.76</b>
Other Zones	\$ 1.75	\$ 9.09	\$ 1.4114	\$ 13.71
	1.70	9.04	1.4109	13.66
	1.65	8.99	1.4104	13.61
	1.60	8.94	1.4099	13.56
<b>Class II Prices</b>	Nonfat Solids		(Per pound)	\$ 0.8600
	Butterfat		(Per pound)	1.4916
	Skim Milk		(Per cwt.)	7.74
	3.50% BF		(Per cwt.)	12.69
<b>Class III Prices</b>	Protein		(Per pound)	\$ 1.9660
	Other Solids		(Per pound)	0.1392
	Butterfat		(Per pound)	1.4846
	Skim Milk		(Per cwt.)	6.92
	3.50% BF		(Per cwt.)	11.87
<b>Class IV Prices</b>	Nonfat Solids		(Per pound)	\$ 0.7761
	Butterfat		(Per pound)	1.4846
	Skim Milk		(Per cwt.)	6.98
	3.50% BF		(Per cwt.)	11.93
<b>Somatic Cell Adjustment Rate</b>			(Per cwt. per 1,000 SCC)	\$ 0.00065

### Factors Used in Prices for January 2002

Advanced Class III Skim Milk Price	(Per cwt.)	\$ 7.34
Advanced Class IV Skim Milk Price	(Per cwt.)	7.04
Class I Skim Milk Price Mover	(Per cwt.)	\$ 7.34
Advanced Butterfat Price	(Per pound)	1.3939

			2-Week Average	Monthly Average
NASS Survey Prices	Butter	(Per pound)	\$ 1.2580	\$ 1.3324
	Cheese	(Per pound)	1.2895	1.2922
	Dry Whey	(Per pound)	0.2902	0.2747
	Nonfat Dry Milk	(Per pound)	0.9222	0.9161
Component Prices	Butterfat	(Per pound)	\$ 1.3939	\$ 1.4846
	Protein	(Per pound)	2.0728	1.9660
	Other Solids	(Per pound)	0.1552	0.1392
	Nonfat Solids	(Per pound)	0.7822	0.7761

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**ADVANCED CLASS PRICES AND RELATED DATA  
FOR FEBRUARY 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>\$ 1.5040</b>	<b>\$ 13.75</b>
Other Zones	\$ 1.75	\$ 8.74	\$ 1.5035	\$ 13.70
	1.70	8.69	1.5030	13.65
	1.65	8.64	1.5025	13.60
	1.60	8.59	1.5020	13.55
<b>Class II Nonfat Solids Price</b>			(Per pound)	\$ 0.8544
<b>Class II Skim Milk Price</b>			(Per cwt.)	\$ 7.69
<b>Factors Used in Prices for February 2002</b>				
Advanced Class III Skim Milk Price			(Per cwt.)	\$ 6.75
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)	1.4860
NASS Survey Prices -- Two-Week Average				
Butter			(Per pound)	\$ 1.3335
Cheese			(Per pound)	1.2740
Dry Whey			(Per pound)	0.2810
Nonfat Dry Milk			(Per pound)	0.9166
Advanced Component Prices				
Butterfat			(Per pound)	\$ 1.4860
Protein			(Per pound)	1.9017
Other Solids			(Per pound)	0.1457
Nonfat Solids			(Per pound)	0.7766

**REGIONAL MILK PRODUCTION COSTS, DECEMBER 2001 AND JANUARY 2002 2/**

Region	Total Cash Expenses		Total Economic Costs	
	December 3/ (Per cwt.)	January (Per cwt.)	December 3/ (Per cwt.)	January (Per cwt.)
Northeast	\$ 13.94	\$ 13.63	\$ 18.96	\$ 18.66
Southeast	13.87	13.63	17.43	17.18
Upper Midwest	12.94	12.71	17.72	17.49
Corn Belt	13.77	13.51	19.72	19.47
Southern Plains	12.22	12.02	15.54	15.32
Pacific	9.16	9.02	10.88	10.73

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

(Pursuant to § 1030.45(a))

January 2002	Class I Skim Milk	19%	Class I Butterfat	8%
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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/ United States Department of Agriculture, Economic Research Service. For further information, contact Sarah Short, 202-694-5588. Regions are defined as: Northeast--New York, Pennsylvania, and Vermont; Southeast--Florida and Georgia; Upper Midwest--Michigan, Minnesota, and Wisconsin; Corn Belt--Iowa, Missouri, and Ohio; Southern Plains--Texas; Pacific--Arizona, California, and Washington.

3/ Revised.

February 1, 2002

H. Paul Kyburz, Market Administrator

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