

United States Department of Agriculture Agricultural Marketing Service Dairy Program

CALIFORNIA MARKETING AREA FEDERAL MILK ORDER NO. 51

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ESTIMATED Federal Order Minimum Value for Selected California Products/Containers

Value reflects Federal order minimum cost of raw skim and butterfat in milk products at the base zone of the order (Los Angeles County, \$2.10) and effect of Processor Assessment (See Note 1) and certain other assumptions. Not included in these costs are the expenses of standardization, pasteurization, processing, packaging, labor, delivery, etc.

| Type of Milk | | | | Container S | ize Price | | |
|---|----------------|---------------------|------------------|--------------------------|----------------|----------------------|------------|
| <u>. , po or mini</u> | | Gallon | Half Gallon | Quart | Pint | <u>1/3 Quart</u> | Half Pints |
| | January 2023 | \$2.1278 | \$1.0639 | \$0.5320 | \$0.2660 | \$0.1773 | \$0.1330 |
| Whole | February 2023 | \$1.9870 | \$0.9935 | \$0.4968 | \$0.2484 | \$0.1656 | \$0.1242 |
| 3.50% | March 2023 | \$1.8327 | \$0.9164 | \$0.4582 | \$0.2291 | \$0.1527 | \$0.1145 |
| | April 2023 | \$1.8208 | \$0.9104 | \$0.4552 | \$0.2276 | \$0.1517 | \$0.1138 |
| | January 2023 | \$1.8184 | \$0.9092 | \$0.4546 | \$0.2273 | \$0.1515 | \$0.1137 |
| Reduced Fat | February 2023 | \$1.7348 | \$0.8674 | \$0.4337 | \$0.2169 | \$0.1446 | \$0.1084 |
| 2.00% | March 2023 | \$1.5762 | \$0.7881 | \$0.3941 | \$0.1970 | \$0.1314 | \$0.0985 |
| | April 2023 | \$1.5627 | \$0.7814 | \$0.3907 | \$0.1954 | \$0.1302 | \$0.0977 |
| | January 2023 | \$1.6497 | \$0.8249 | \$0.4124 | \$0.2062 | \$0.1375 | \$0.1031 |
| Lowfat | February 2023 | \$1.6022 | \$0.8011 | \$0.4006 | \$0.2003 | \$0.1335 | \$0.1001 |
| 1.00% | March 2023 | \$1.4360 | \$0.7180 | \$0.3590 | \$0.1795 | \$0.1197 | \$0.0898 |
| | April 2023 | \$1.4207 | \$0.7104 | \$0.3552 | \$0.1776 | \$0.1184 | \$0.0888 |
| | January 2023 | \$1.2028 | \$0.6014 | \$0.3007 | \$0.1504 | \$0.1002 | \$0.0752 |
| Nonfat | February 2023 | \$1.2038 | \$0.6019 | \$0.3010 | \$0.1505 | \$0.1003 | \$0.0752 |
| 0.10% | March 2023 | \$1.0660 | \$0.5330 | \$0.2665 | \$0.1333 | \$0.0888 | \$0.0666 |
| | April 2023 | \$1.0548 | \$0.5274 | \$0.2637 | \$0.1319 | \$0.0879 | \$0.0659 |
| Type of Milk | | | Container S | Size Price Changes | s from the Pre | evious Months | |
| | February 2023 | (\$0.1408) | (\$0.0704) | (\$0.0352) | (\$0.0176) | (\$0.0117) | (\$0.0088) |
| Whole | March 2023 | (\$0.1543) | (\$0.0771) | (\$0.0386) | (\$0.0193) | (\$0.0129) | (\$0.0097) |
| | April 2023 | (\$0.0119) | (\$0.0060) | (\$0.0030) | (\$0.0015) | (\$0.0010) | (\$0.0007) |
| | February 2023 | (\$0.0836) | (\$0.0418) | (\$0.0209) | (\$0.0105) | (\$0.0069) | (\$0.0053) |
| Reduced Fat | March 2023 | (\$0.1586) | (\$0.0793) | (\$0.0396) | (\$0.0198) | (\$0.0132) | (\$0.0099) |
| | April 2023 | (\$0.0135) | (\$0.0067) | (\$0.0034) | (\$0.0017) | (\$0.0012) | (\$0.0008) |
| | February 2023 | (\$0.0475) | (\$0.0238) | (\$0.0118) | (\$0.0059) | (\$0.0040) | (\$0.0030) |
| Lowfat | March 2023 | (\$0.1662) | (\$0.0831) | (\$0.0416) | (\$0.0208) | (\$0.0138) | (\$0.0103) |
| | April 2023 | (\$0.0153) | (\$0.0076) | (\$0.0038) | (\$0.0019) | (\$0.0013) | (\$0.0010) |
| | February 2023 | \$0.0010 | \$0.0005 | \$0.0003 | \$0.0001 | \$0.0001 | \$0.0000 |
| Nonfat | March 2023 | (\$0.1378) | (\$0.0689) | (\$0.0345) | (\$0.0172) | (\$0.0115) | (\$0.0086) |
| | April 2023 | (\$0.0112) | (\$0.0056) | (\$0.0028) | (\$0.0014) | (\$0.0009) | (\$0.0007) |
| | Class I Prices | | <u>Butterfat</u> | Adv Class IV Prices Skim | | | |
| | January 2023 | \$13.62 | \$3.3057 | | | \$11.62 | |
| | February 2023 | \$13.68 | \$2.8220 | | | \$11.00 | |
| | March 2023 | \$12.09 | \$2.7482 | | | \$9.60 | |
| | April 2023 | \$11.96 | \$2.7447 | | | \$9.37 | |
| Conversion Factors Whole 3.5%/8.7% Gal | | Reduced 2%/10% Gal. | | Lowfat 1%/11% Gal. | | Nonfat 0.10%/9% Gal. | |
| 8.61 | <u>-</u> | 8.66 | | 8.70 | | 8.63 | |

Estimation Assumptions : Incoming milk tests 3.80% butterfat (BF) and 9.00% milk solids not fat (MSNF). Fortification is accomplished with condensed milk testing 33.5% MSNF. White milk products are fortified to California State Standards (BF/MSNF): Whole Milk 3.5%/8.7%; Reduced fat 2%/10%; Lowfat 1%/11%; Nonfat (skim) 0.10%/9%. In lieu of the final Class IV skim price which is not available before the 24th of the month, the advanced Class IV skim price is used. Pounds per gallon factors are based on the formula: (100/(100+(BF% X 0.04811)-(MSNF% X 0.38556)) X 8.3341.

Note 1: All prices include the \$0.20 per cwt. Processor Assessment (Fluid Milk Promotion Order, 7 CFR, 1160.101 et seg). These prices do not included any other assessments or costs associated with bottling milk.

Note 2: Prices were determined by a set of calculations which can be found on the FO 51 website (Sample Fortification Calculation).