Before the Board of Milk Control of the State of Montana
Announcement of Class I, II & III Producer Prices Effective September 01, 2022

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By Order of the Montana Milk Control Bureau
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### Montana Class I Price Computations per ARM 32.24.480(2)

- Federal Order Base Class I Price for Milk Testing 3.5% Butterfat ($/cwt): $23.62
- Plus: Montana Differential ($/cwt): $2.55
- Montana Class I Milk Price for Milk Testing 3.5% Butterfat ($/cwt): $26.17
- Federal Order Advanced Butterfat Pricing Factor ($/lb): $3.4201
- Plus: Montana Differential ($/lb): $0.0255
- Montana Class I Skim Milk Price ($/lb): $3.4456
- Value of Montana Class I Butterfat at 3.5 lbs: $12.0960
- Value of Montana Class I Skim Milk at 96.5 lbs: $14.1104
- Montana Class I Milk Price for Milk Testing 3.5% Butterfat ($/cwt): $26.1700

### Montana Class II Price Computations per ARM 32.24.480(3)

- Advanced Butterfat Pricing Factor ($/lb): $3.4201
- Plus: $0.007/lb ($/lb): $0.0070
- Montana Class II Skim Milk Price ($/lb): $3.4271
- Montana Class II Skim Milk Price ($/lb): Federal Class II Skim Milk Price converted to units of dollars per pound of skim milk: $0.1452
- Value of Montana Class II Butterfat at 3.5 lbs: $11.99485
- Value of Montana Class II Skim Milk at 96.5 lbs: $14.01180
- Montana Class II Milk Price for Milk Testing 3.5% Butterfat ($/cwt): $26.00665

### Montana Class III Price Computations per ARM 32.24.480(4)

- Advanced Butterfat Pricing Factor ($/lb): $3.4201
- Less: Montana Class III Butterfat Price Differential ($/lb): $(0.1000)
- Montana Class III Skim Milk Price ($/lb): $3.3201
- Federal Class III Skim Milk Pricing Factor ($/cwt): $8.84
- Federal Class IV Skim Milk Pricing Factor ($/cwt): $13.82
- Montana Class III Skim Milk: lower of Class III or Class IV Skim Milk Pricing Factor converted to units of dollars per pound of skim milk ($/lb): $0.0884
- Value of Montana Class III Butterfat at 3.5 lbs: $11.62035
- Value of Montana Class III Skim Milk at 96.5 lbs: $8.530060
- Montana Class III Milk Price for Milk Testing 3.5% Butterfat ($/cwt): $20.15095

### Reference Prices for Montana Producer Price Calculations

- Federal Order Base Class I Price ($/cwt): $23.62
- Advanced Butterfat Pricing Factor ($/lb): $3.4201
- Class II Skim Milk Price ($/cwt): $14.52
- Class III Skim Milk Pricing Factor ($/cwt): $8.84
- Class IV Skim Milk Pricing Factor ($/cwt): $13.82
* Approximately 30% of skim milk utilization and 15% of butterfat utilization is for Class I milk that is sold as surplus milk. Surplus sales adjustments decrease the pool skim milk utilization value by $2.55/cwt for sales to markets contiguous to Montana and by $3.05/cwt for sales to markets non-contiguous to Montana.