

**Before the Board of Milk Control of the State of Montana**  
**Announcement of Class I, II & III Producer Prices Effective February 01, 2023**

Published: January 19, 2023

By Order of the Montana Milk Control Bureau

Contact Information: LIVMilkControl@mt.gov or 406.444.2875

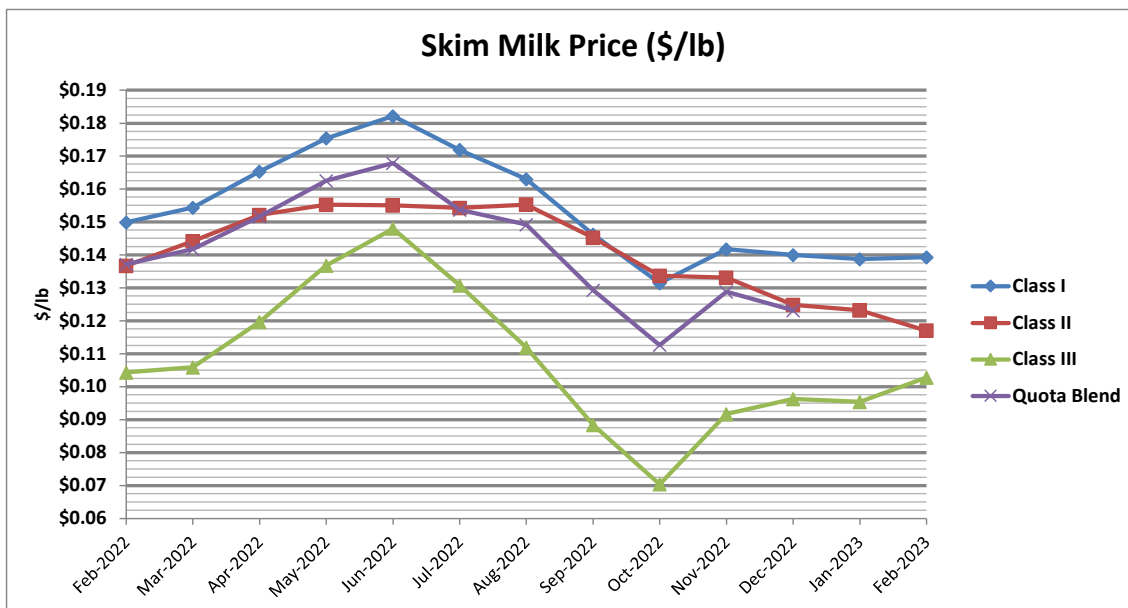
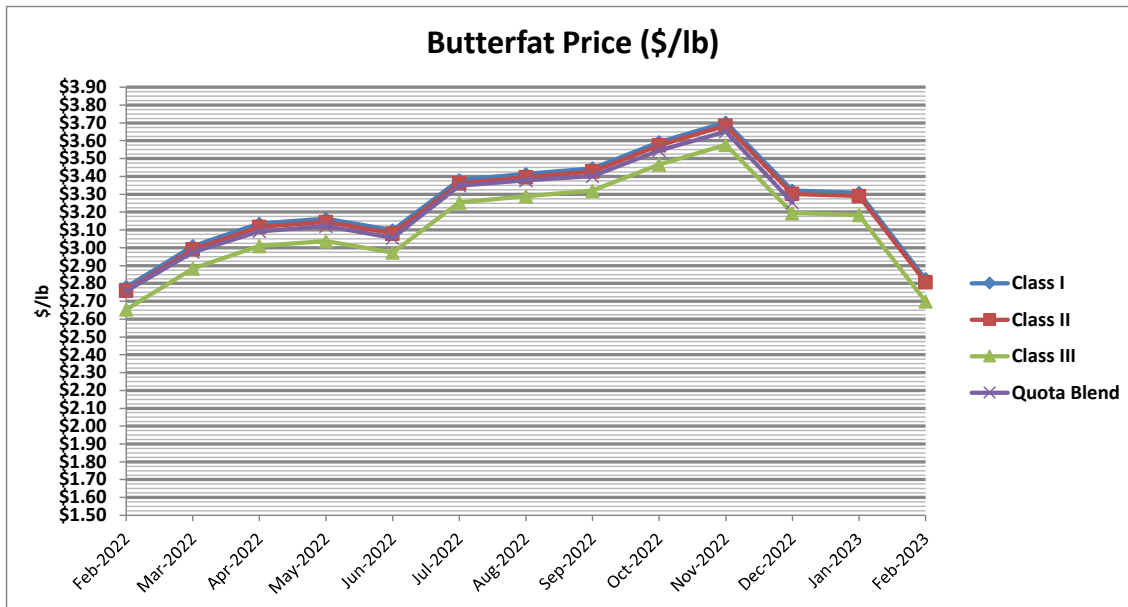
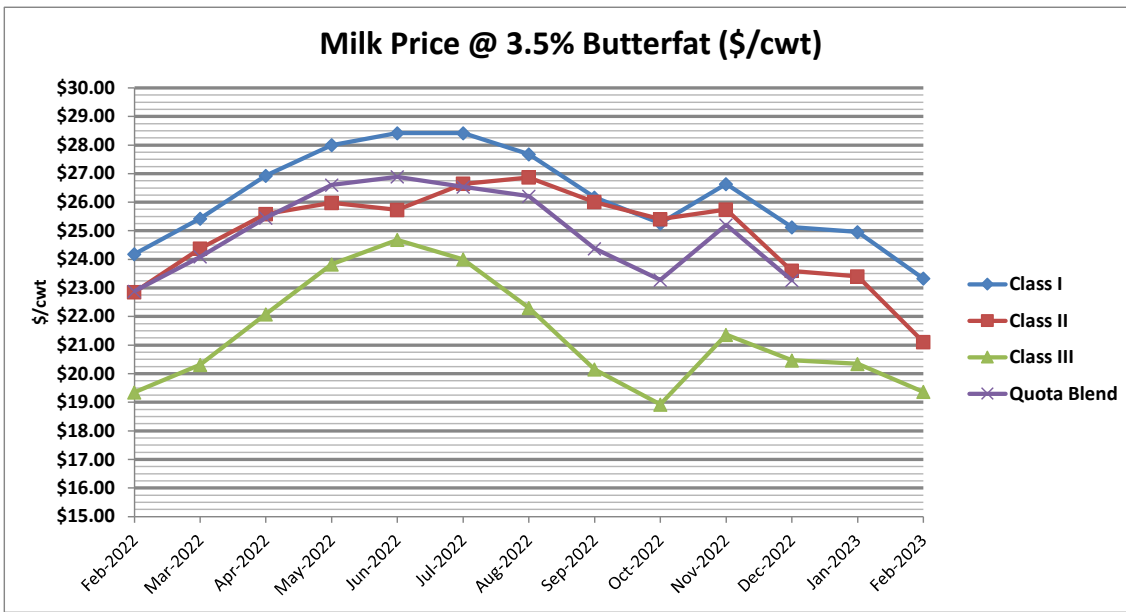
<b>February 2023 Montana Price Announcement Summary</b>			
	<b>Price for Milk Testing 3.5% Butterfat (\$/cwt)</b>	<b>Butterfat Price (\$/lb)</b>	<b>Skim Milk Price (\$/lb) to seven decimal places</b>
<b>Class I</b>	<b>\$23.33000</b>	<b>\$2.8245</b>	<b>\$0.1393187</b>
<b>Class II</b>	<b>\$21.11150</b>	<b>\$2.8060</b>	<b>\$0.1170000</b>
<b>Class III</b>	<b>\$19.36670</b>	<b>\$2.6990</b>	<b>\$0.1028000</b>

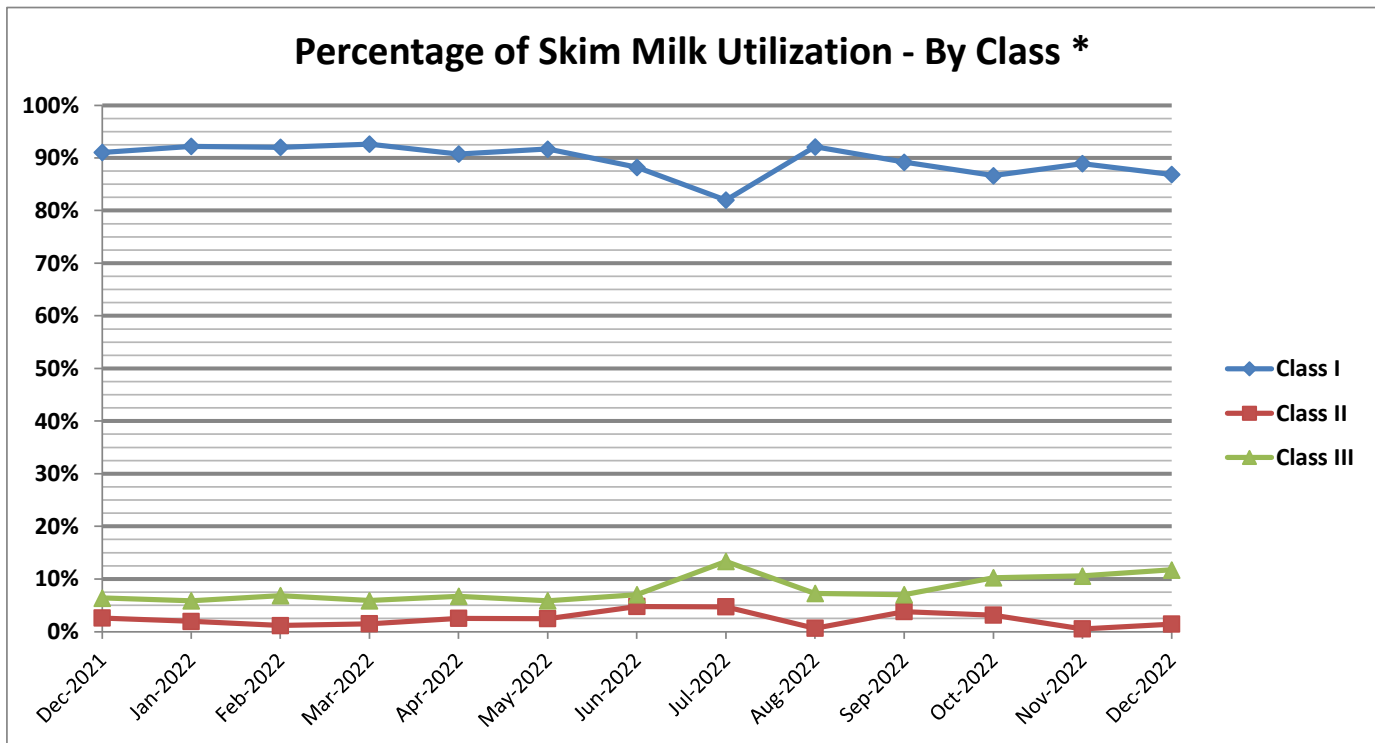
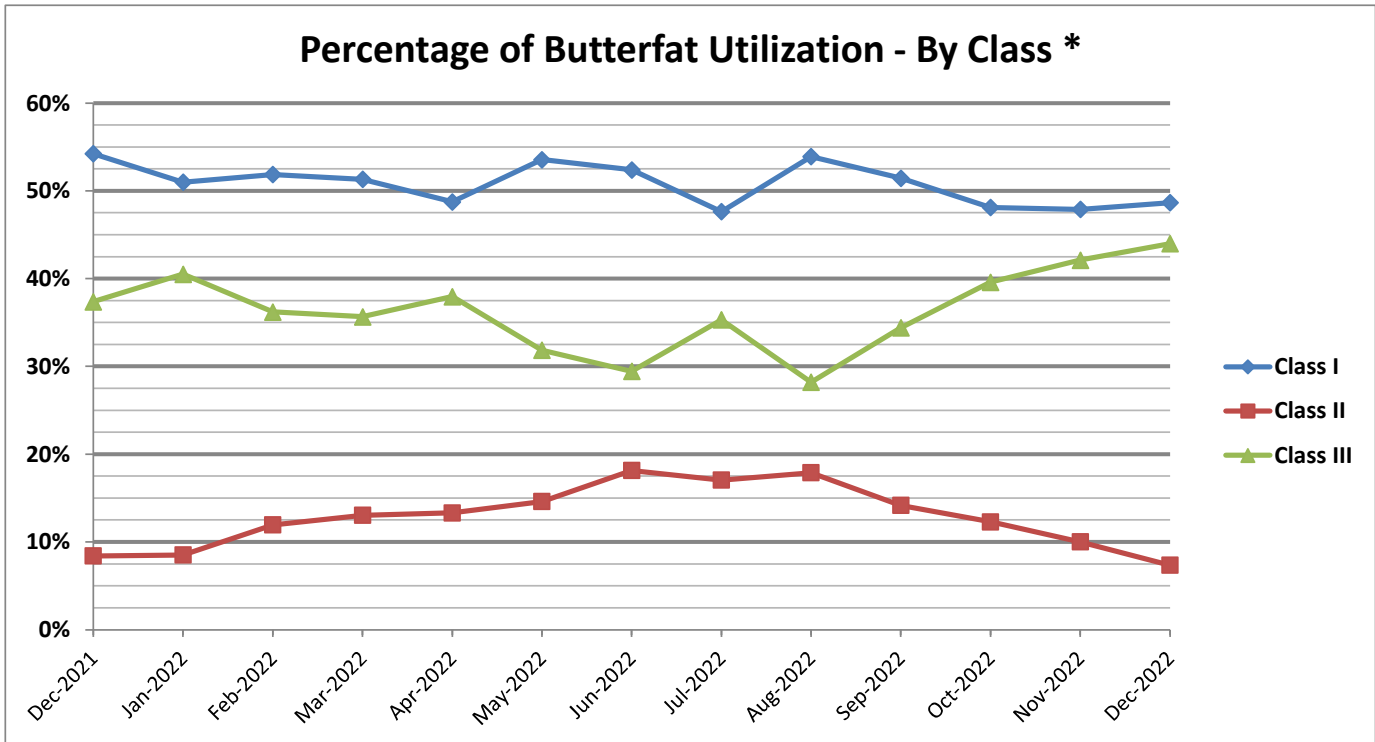
<b>Montana Class I Price Computations per ARM 32.24.480(2)</b>			
	Federal Order Base Class I Price for Milk Testing 3.5% Butterfat (\$/cwt):	\$	20.78
	Plus: Montana Differential (\$/cwt)	\$	2.55
	Montana Class I Milk Price for Milk Testing 3.5% Butterfat (\$/cwt)	\$	23.33
	Federal Order Advanced Butterfat Pricing Factor (\$/lb)	\$	2.7990
	Plus: Montana Differential (\$/lb)	\$	0.0255
	Montana Class I Butterfat Price (\$/lb)	\$	2.8245
	Value of Montana Class I Butterfat at 3.5 lbs	\$	9.88575
	Value of Montana Class I Skim Milk at 96.5 lbs	\$	13.44425
	Montana Class I Milk Price for Milk Testing 3.5% Butterfat (\$/cwt)	\$	23.33000

<b>Montana Class II Price Computations per ARM 32.24.480(3)</b>			
	Advanced Butterfat Pricing Factor (\$/lb)	\$	2.7990
	Plus: \$0.007/lb (\$/lb)	\$	0.0070
	Montana Class II Butterfat Price (\$/lb)	\$	2.8060
	Montana Class II Skim Milk Price (\$/lb): federal Class II Skim Milk Price converted to units of dollars per pound of skim milk	\$	0.1170
	Value of Montana Class II Butterfat at 3.5 lbs	\$	9.82100
	Value of Montana Class II Skim Milk at 96.5 lbs	\$	11.29050
	Montana Class II Milk Price for Milk Testing 3.5% Butterfat (\$/cwt)	\$	21.11150

<b>Montana Class III Price Computations per ARM 32.24.480(4)</b>			
	Advanced Butterfat Pricing Factor (\$/lb)	\$	2.7990
	Less: Montana Class III Butterfat Price Differential (\$/lb)	\$	(0.1000)
	Montana Class III Butterfat Price (\$/lb)	\$	2.6990
	Federal Class III Skim Milk Pricing Factor (\$/cwt)	\$	10.28
	Federal Class IV Skim Milk Pricing Factor (\$/cwt)	\$	11.00
	Montana Class III Skim Milk Price: lower of Class III or Class IV Skim Milk Pricing Factor converted to units of dollars per pound of skim milk (\$/lb)	\$	0.1028
	Value of Montana Class III Butterfat at 3.5 lbs	\$	9.44650
	Value of Montana Class III Skim Milk at 96.5 lbs	\$	9.92020
	Montana Class III Milk Price for Milk Testing 3.5% Butterfat (\$/cwt)	\$	19.36670

<b>Reference Prices for Montana Producer Price Calculations</b> USDA	
<i>Announcement of Advanced Prices and Pricing Factors - January 19, 2023</i>	
Federal Order Base Class I Price (\$/cwt)	\$20.78
Advanced Butterfat Pricing Factor (\$/lb)	\$2.7990
Class II Skim Milk Price (\$/cwt)	\$11.70
Class III Skim Milk Pricing Factor (\$/cwt)	\$10.28
Class IV Skim Milk Pricing Factor (\$/cwt)	\$11.00





\* 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.