

UNITED STATES DEPARTMENT OF AGRICULTURE  
AGRICULTURAL MARKETING SERVICE  
DAIRY PROGRAMS  
MILK MARKET ADMINISTRATOR

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July 31, 2008

To: Interested Parties, Appalachian Marketing Area

From: Market Administrator, Louisville, Kentucky

Subject: **USDA Issues Interim Final Rule Amending All Federal Milk Marketing Orders**

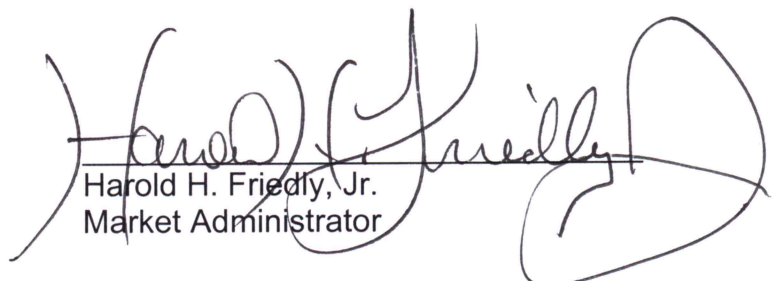
On July 30, 2008, the U. S. Department of Agriculture issued an interim final rule amending the Class III and Class IV product price formulas in all Federal milk marketing orders. The decision was based on testimony at USDA public hearings held in Strongsville, OH, (February 26-March 2, 2007); Indianapolis, IN, (April 9-13, 2007); and Pittsburgh, PA, (July 9-11, 2007). These amendments were announced on June 20, 2008. The interim order was approved by dairy farmers in all 10 Federal milk marketing orders.

The decision amends the manufacturing allowances for cheese, butter, nonfat dry milk (NFDM) and dry whey. Specifically, this decision adopts the following manufacturing allowances: cheese - \$0.2003 per pound; butter - \$0.1715 per pound; NFDM - \$0.1678 per pound; and dry whey - \$0.1991 per pound. This decision also increases the butterfat yield factor of the butterfat price formula from 1.20 to 1.211.

These amendments will be effective September 1, 2008.

The interim order was published in the July 31 Federal Register. As announced on June 20, 2008, public comments and exceptions to the tentative final decision are due on or before August 19, 2008. USDA will consider the comments and exceptions and issue a final decision.

Additional information may also be obtained from this office by calling (502) 499-0040, or e-mail [friedly@malouisville.com](mailto:friedly@malouisville.com).

  
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