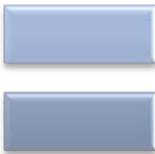


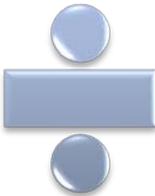
Exhibit 7

Method for Calculating Individual Entity Balancing Cost

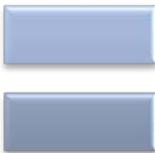
Loads Redirected to Balancing Plants on Non-Peak Days
x
Additional Transportation Costs per Load to Take Fluid Products to
Balancing Plant



Additional Transportation Costs Incurred to
Redirect Milk



Total Volume of Milk Delivered to Processing
Plant



Cost per cwt Demanded to Cover Balancing
Cost

Exhibit 7a

Hypothetical Example Illustration of Cross Section (Composite) Balancing Cost

Reporting Entity	Balancing Cost Per cwt	Volume of Deliveries to Class I Plant	% of Total Volume	Weighted Average Cost Per cwt
A	\$ 0.0400	948,995,136	50.0%	\$ 0.0200
B	0.0300	569,397,081	30.0%	0.0090
C	0.0200	189,799,027	10.0%	0.0020
D	\$ (0.0100)	189,799,027	10.0%	(0.0010)
Total		1,897,990,271	100.0%	\$ 0.0300

Exhibit 7b

Daily Ordering Pattern of PA Fluid Milk Processor #1

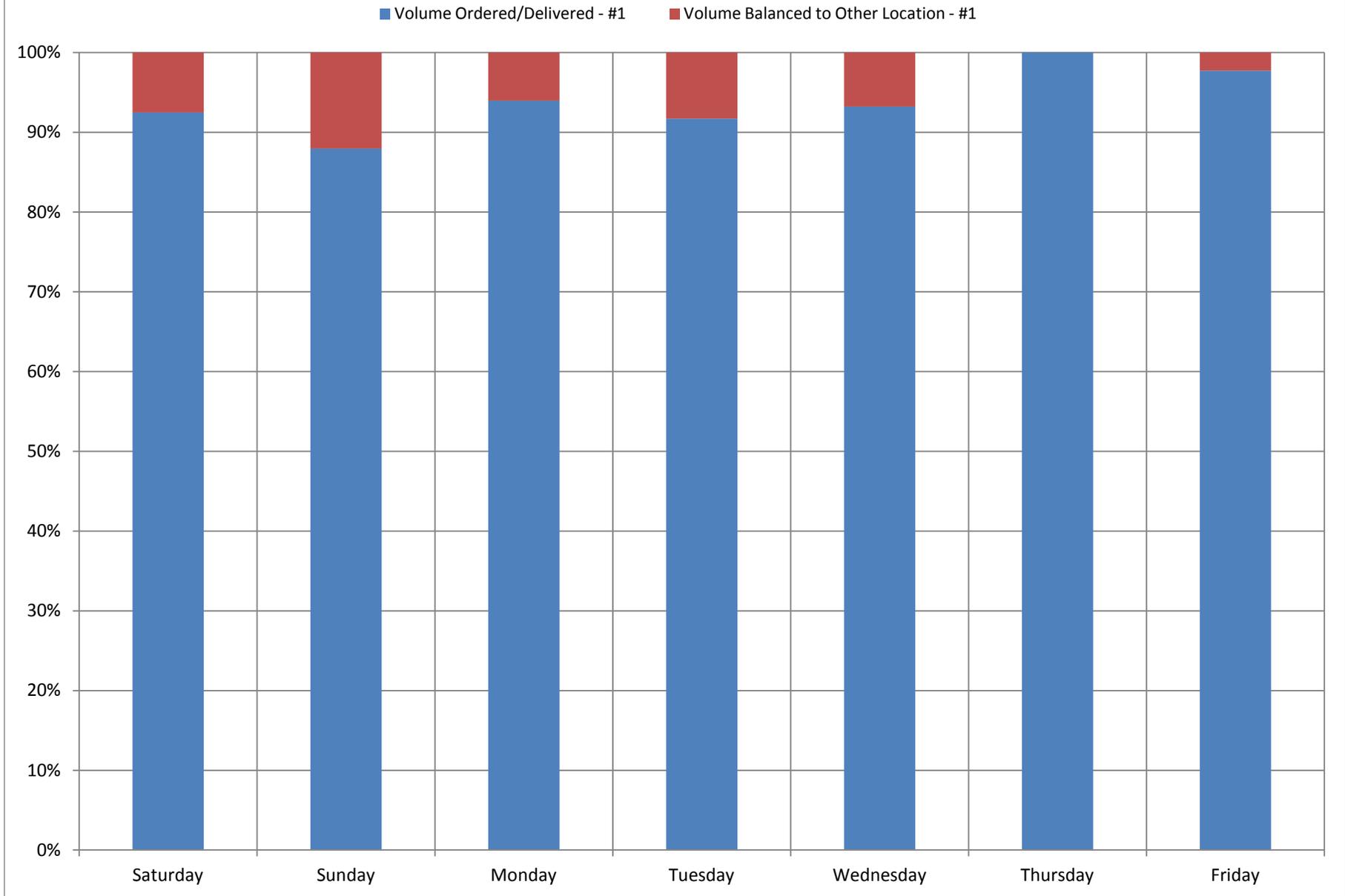


Exhibit 7c

Daily Ordering Pattern of PA Fluid Milk Processor #2

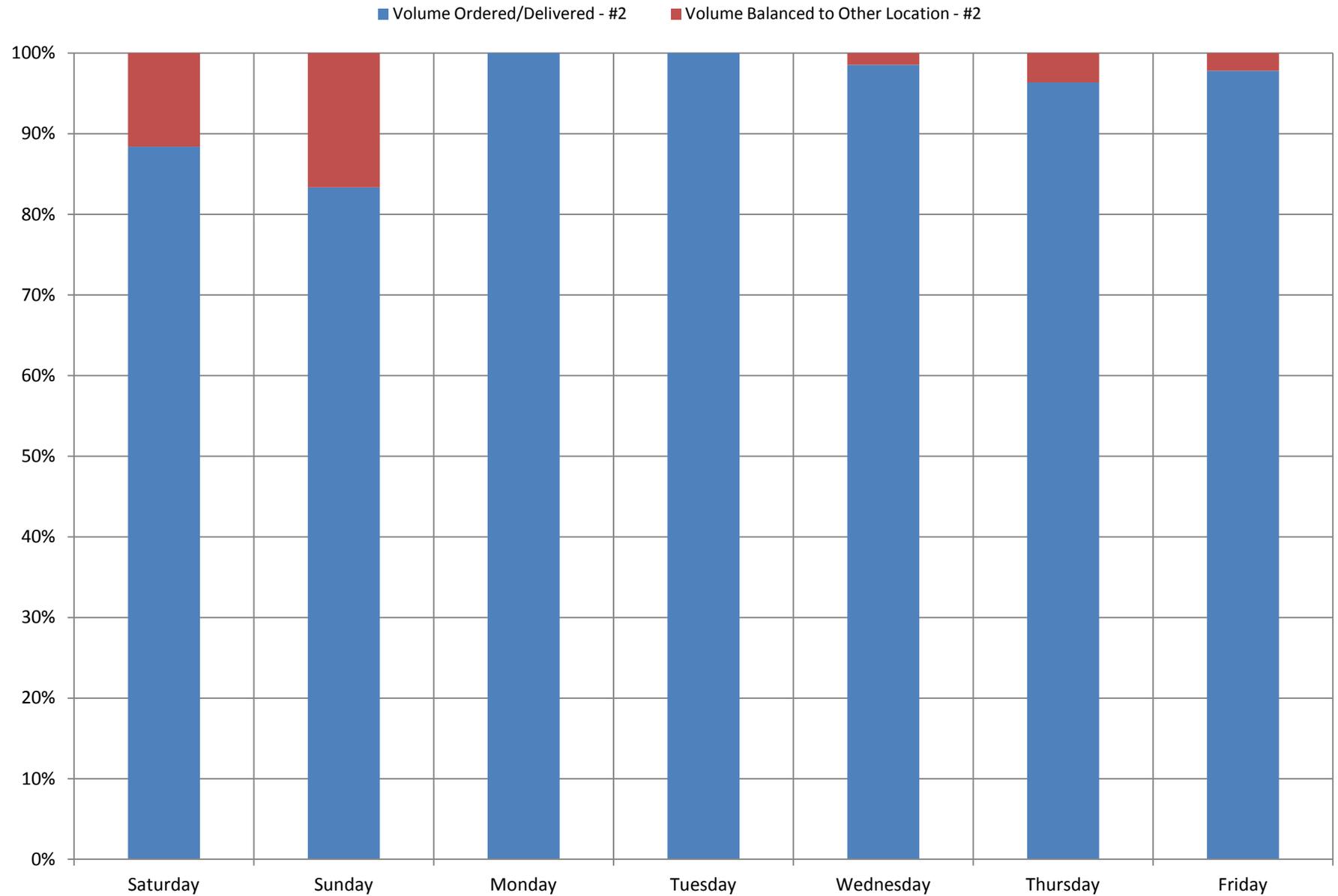


Exhibit 7d

Daily Ordering Pattern of PA Fluid Milk Processor #3

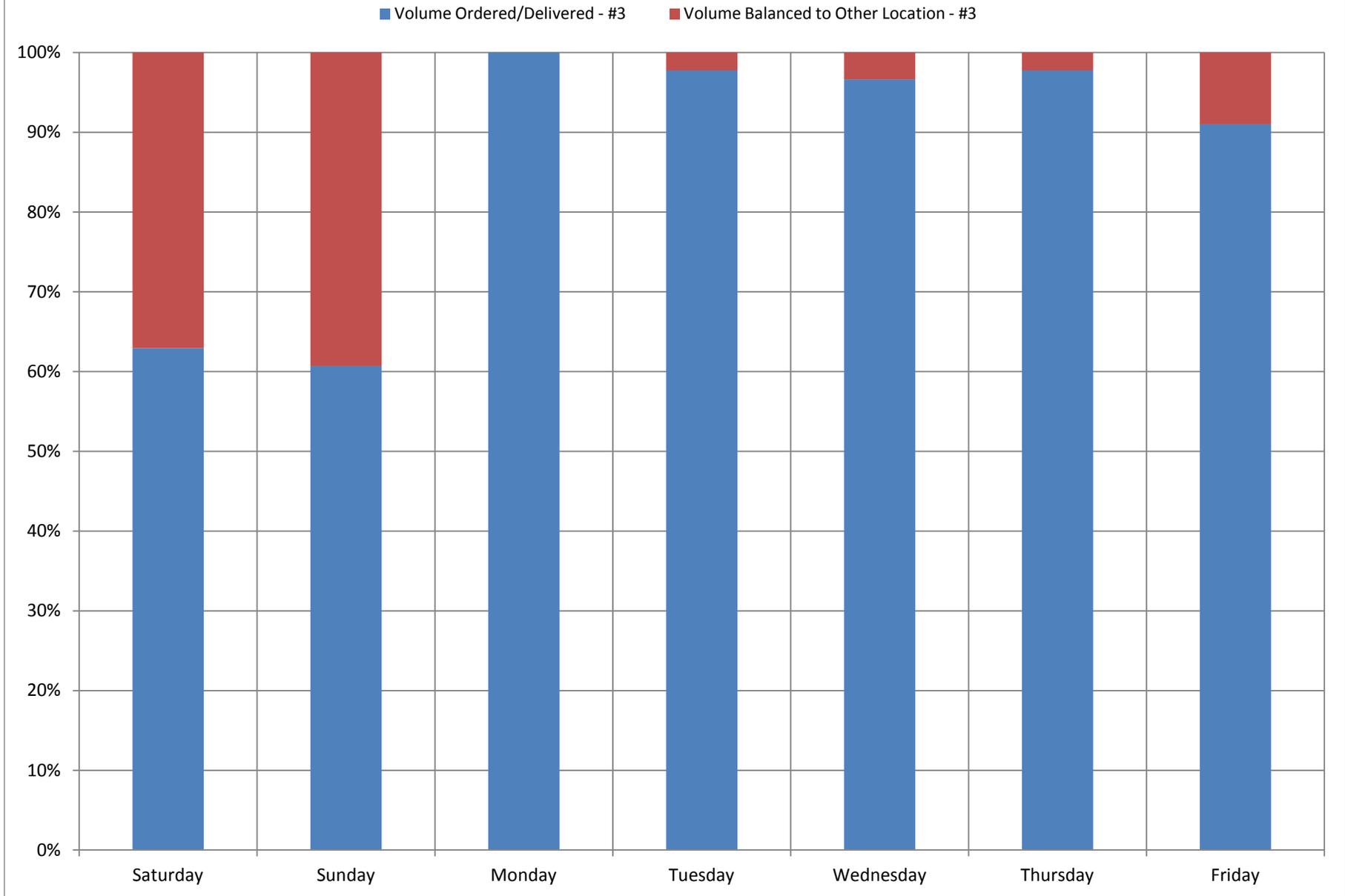


Exhibit 7e

Daily Ordering Pattern of PA Fluid Milk Processor #4

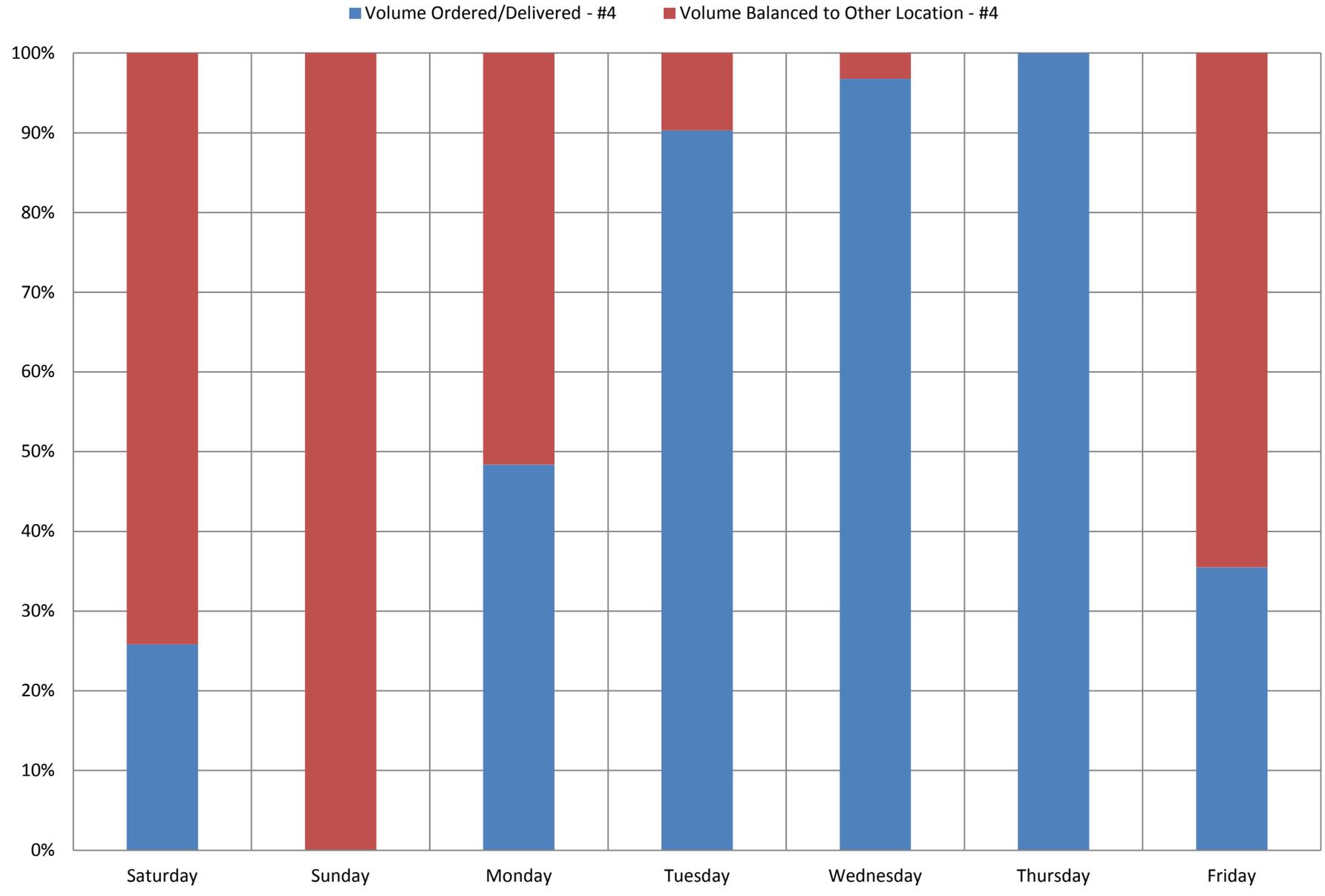


Exhibit 7f

Daily Ordering Pattern of PA Fluid Milk Processor #5

