

UNITED STATES DEPARTMENT OF AGRICULTURE
AGRICULTURAL MARKETING SERVICE
DAIRY PROGRAMS
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Announcement Of Class I Skim Milk And Butterfat
And Class II Skim Milk Prices August 2005
Federal Order No. 5

NASS Survey Price Quotations for Two Most Recent Weeks Ending July 16, 2005

Weighted Average Cheddar Cheese	\$1.5224
AA Butter	\$1.6480
Nonfat Dry Milk	\$0.9377
Dry Whey	\$0.2796
Advance Pricing Factors:	
Class III	\$8.29
Class IV	\$7.11
Butterfat	\$1.8396

<u>August 2005</u>	<u>Class I Price Per Cwt.</u>	<u>Skim Milk Price Per Cwt.</u>	<u>Butterfat Price Per Lb.</u>
Class I Price *	\$17.54	\$11.39	\$1.8706
Transportation Credit	.065	.065	.00065
Processor Assessment **	<u>.20</u>	<u>.20</u>	<u>.0020</u>
Total **	\$17.805	\$11.655	\$1.87325
Class II Skim Milk Price		\$7.81	

* Class I skim milk is announced at the higher of the Class III or IV advance pricing factors plus the base zone (Mecklenburg County, NC) differential of \$3.10 and is subject to location adjustments.

** The processor assessment is an obligation under the Fluid Milk Promotion Order (7 CFR § 1160.101 *et seq.*). The Order requires that all persons who process and market commercially more than 3,000,000 pounds of fluid milk products in consumer-type packages in the 48 contiguous States and the District of Columbia on a monthly basis, excluding those fluid milk products delivered to the residence of a consumer, be assessed 20 cents per hundredweight on all marketings of such packaged fluid milk products during the month.

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HAROLD H. FRIEDLY, JR.
 Market Administrator