

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

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Announcement Of Class I Skim Milk And Butterfat
And Class II Skim Milk Prices for November 2005
Federal Order No. 5

NASS Survey Price Quotations for Two Most Recent Weeks Ending October 15, 2005

Weighted Average Cheddar Cheese	\$1.5205
AA Butter	\$1.6338
Nonfat Dry Milk	\$0.9719
Dry Whey	\$0.3055
Advance Pricing Factors:	
Class III	\$8.48
Class IV	\$7.41
Butterfat	\$1.8226

<u>November 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 *	\$17.66	\$11.58	\$1.8536
<i>Transportation Credit</i> ^{1/}	<i>.095</i>	<i>.095</i>	<i>.00095</i>
Processor Assessment **	<u>.20</u>	<u>.20</u>	<u>.0020</u>
Total **	\$17.955	\$11.875	\$1.85655
Class II Skim Milk Price		\$8.11	

* 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.

1/ On October 12, 2005, the U.S. Department of Agriculture announced a final rule that amends § 1005.81 of the Appalachian Federal Milk Marketing Order. Effective November 1, 2005, the transportation credit for the Appalachian Marketing Area will increase from \$0.065 per hundredweight to \$0.095 per hundredweight.