

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

APPALACHIAN MARKETING AREA
 Federal Order No. 5
 Phone: 502-499-0040
 Fax: 502-499-8749
 E-Mail: friedly@malouisville.com

10301 Brookridge Village Blvd.
 Louisville, Kentucky 40291-4467
 (Mail) P. O. Box 18030
 Louisville, Kentucky 40261-0030
<http://www.malouisville.com>

ANNOUNCEMENT OF CLASS PRICES FOR SEPTEMBER 2007

	PRICE @ 3.5% BF <i>(per cwt.)</i>	SKIM MILK PRICE <i>(per cwt.)</i>	BUTTERFAT PRICE <i>(per lb.)</i>
CLASS I PRICE ^{1/}	\$25.01	\$19.86	\$1.6692
Transportation Credit	0.15	0.15	0.0015
Processor Assessment ^{2/}	<u>0.20</u>	<u>0.20</u>	<u>0.002</u>
Total	\$25.36	\$20.21	\$1.6727
CLASS II PRICE	\$22.16	\$17.46 ^{1/}	\$1.5171
CLASS III PRICE	\$20.07	\$15.32	\$1.5101
CLASS IV PRICE	\$21.61	\$16.92	\$1.5101

FACTORS USED IN PRICES FOR SEPTEMBER 2007

NASS Product Price Averages:	SEPTEMBER 2007 Monthly Averages	2 Week Averages Ending August 11, 2007 ^{1/}
Cheese <i>(per lb.)</i>	\$2.0250	\$1.9014
Butter <i>(per lb.)</i>	\$1.3786	\$1.4854
Nonfat Dry Milk <i>(per lb.)</i>	\$2.0557	\$2.0383
Dry Whey <i>(per lb.)</i>	\$0.4762	\$0.6429

Advanced Pricing Factors ^{1/}:

Advanced Class III Skim Milk Pricing Factor <i>(per cwt.)</i>	\$14.68
Advanced Class IV Skim Milk Pricing Factor <i>(per cwt.)</i>	\$16.76
Advanced Butterfat Pricing Factor <i>(per lb.)</i>	\$1.6382

^{1/} As announced on or before the 23rd of the previous month. Class I skim milk price is announced at the higher of the advanced Class III or IV skim milk pricing factors plus the base zone (Mecklenburg County, NC) differential of \$3.10 and is subject to location adjustments.

^{2/} 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.