

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

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ANNOUNCEMENT OF CLASS PRICES FOR DECEMBER 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/}	\$23.14	\$18.75	\$1.4430
Transportation Credit	0.15	0.15	0.0015
Processor Assessment ^{2/}	<u>0.20</u>	<u>0.20</u>	<u>0.002</u>
Total	\$23.49	\$19.10	\$1.4465
CLASS II PRICE	\$20.82	\$16.35 ^{1/}	\$1.4418
CLASS III PRICE	\$20.60	\$16.14	\$1.4348
CLASS IV PRICE	\$19.18	\$14.67	\$1.4348

FACTORS USED IN PRICES FOR DECEMBER 2007

NASS Product Price Averages:	DECEMBER 2007 Monthly Averages	2 Week Averages Ending November 17, 2007 ^{1/}
Cheese <i>(per lb.)</i>	\$2.0976	\$1.9648
Butter <i>(per lb.)</i>	\$1.3159	\$1.2969
Nonfat Dry Milk <i>(per lb.)</i>	\$1.8031	\$1.9131
Dry Whey <i>(per lb.)</i>	\$0.4516	\$0.4385

Advanced Pricing Factors ^{1/}:

Advanced Class III Skim Milk Pricing Factor <i>(per cwt.)</i>	\$14.81
Advanced Class IV Skim Milk Pricing Factor <i>(per cwt.)</i>	\$15.65
Advanced Butterfat Pricing Factor <i>(per lb.)</i>	\$1.4120

^{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.