

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

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ANNOUNCEMENT OF CLASS PRICES FOR SEPTEMBER 2011

	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/}	\$25.18	\$17.56	\$2.3515
Transportation Credit	0.15	0.15	0.0015
<u>Processor Assessment ^{2/}</u>	<u>0.20</u>	<u>0.20</u>	<u>0.002</u>
Total	\$25.53	\$17.91	\$2.3550
CLASS II PRICE	\$20.55	\$13.29^{1/}	\$2.2075
CLASS III PRICE	\$19.07	\$11.78	\$2.2005
CLASS IV PRICE	\$19.53	\$12.26	\$2.2005

FACTORS USED IN PRICES FOR SEPTEMBER 2011

NASS Product Price Averages:	SEPTEMBER 2011 Monthly Averages	2 Week Averages Ending August 13, 2011^{1/}
Cheese <i>(per lb.)</i>	\$1.8592	\$2.1529
Butter <i>(per lb.)</i>	\$1.9886	\$2.0852
Nonfat Dry Milk <i>(per lb.)</i>	\$1.5439	\$1.5804
Dry Whey <i>(per lb.)</i>	\$0.5926	\$0.5639

Advanced Pricing Factors ^{1/}:

Advanced Class III Skim Milk Pricing Factor <i>(per cwt.)</i>	\$14.16
Advanced Class IV Skim Milk Pricing Factor <i>(per cwt.)</i>	\$12.59
Advanced Butterfat Pricing Factor <i>(per lb.)</i>	\$2.3175

^{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 \$3.40 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.