

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

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ANNOUNCEMENT OF CLASS PRICES FOR SEPTEMBER 2012

	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/}	\$20.99	\$14.97	\$1.8701
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	\$21.34	\$15.32	\$1.8736
CLASS II PRICE	\$17.04	\$10.36^{1/}	\$2.0117
CLASS III PRICE	\$19.00	\$12.42	\$2.0047
CLASS IV PRICE	\$17.41	\$10.77	\$2.0047

FACTORS USED IN PRICES FOR SEPTEMBER 2012

Product Price Averages:	SEPTEMBER 2012 Monthly Averages	2 Week Averages Ending August 18, 2012 ^{1/}
Cheese <i>(per lb.)</i>	\$1.8647	\$1.7545
Butter <i>(per lb.)</i>	\$1.8269	\$1.6877
Nonfat Dry Milk <i>(per lb.)</i>	\$1.3768	\$1.2518
Dry Whey <i>(per lb.)</i>	\$0.5846	\$0.5350

Advanced Pricing Factors ^{1/}:

Advanced Class III Skim Milk Pricing Factor <i>(per cwt.)</i>	\$11.57
Advanced Class IV Skim Milk Pricing Factor <i>(per cwt.)</i>	\$9.66
Advanced Butterfat Pricing Factor <i>(per lb.)</i>	\$1.8361

^{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.