

**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 91528
Louisville, Kentucky 40291-0528
<http://www.malouisville.com>

ANNOUNCEMENT OF CLASS PRICES FOR MAY 2014

	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/}	\$27.87	\$20.85	\$2.2130
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	\$28.22	\$21.20	\$2.2165
CLASS II PRICE	\$24.44	\$17.06 ^{1/}	\$2.2791
CLASS III PRICE	\$22.57	\$15.15	\$2.2721
CLASS IV PRICE	\$22.65	\$15.23	\$2.2721

FACTORS USED IN PRICES FOR MAY 2014

Product Price Averages:	MAY 2014 Monthly Averages	2 Week Averages Ending April 19, 2014 ^{1/}
Cheese <i>(per lb.)</i>	\$2.1703	\$2.3695
Butter <i>(per lb.)</i>	\$2.0477	\$1.9708
Nonfat Dry Milk <i>(per lb.)</i>	\$1.8768	\$2.0040
Dry Whey <i>(per lb.)</i>	\$0.6745	\$0.6751

Advanced Pricing Factors ^{1/}:

Advanced Class III Skim Milk Pricing Factor <i>(per cwt.)</i>	\$17.45
Advanced Class IV Skim Milk Pricing Factor <i>(per cwt.)</i>	\$16.36
Advanced Butterfat Pricing Factor <i>(per lb.)</i>	\$2.1790

^{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.

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HAROLD H. FRIEDLY, JR.
Market Administrator