## 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

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## **ANNOUNCEMENT OF CLASS PRICES FOR JANUARY 2016**

	PRICE @ 3.5% BF	SKIM MILK PRICE (per cwt.)	BUTTERFAT PRICE (per lb.)
CLASS I PRICE 1/	\$19.44	\$9.01	\$3.0702
Transportation Credit	0.15	0.15	0.0015
Processor Assessment 2/	0.20	0.20	0.002
Total	\$19.79	\$9.36	\$3.0737
CLASS II PRICE	\$14.19	\$6.31 <sup>1/</sup>	\$2.3132
CLASS III PRICE	\$13.72	\$5.85	\$2.3062
CLASS IV PRICE	\$13.31	\$5.43	\$2.3062

## **FACTORS USED IN PRICES FOR JANUARY 2016**

Product Price Averages:	JANUARY 2016 Monthly Averages	2 Week Averages Ending December 19, 2015 <sup>1/</sup>
Cheese (per lb.)	\$1.5178	\$1.5753
Butter (per lb.)	\$2.0759	\$2.6787
Nonfat Dry Milk (per lb.)	\$0.7776	\$0.7970
Dry Whey (per lb.)	\$0.2351	\$0.2341
Advanced Pricing Factors <sup>1/</sup> :		
Advanced Class III Skim Milk Pricing Factor (per cwt.)	\$4.04	
Advanced Class IV Skim Milk Pricing Factor (per cwt.)	\$5.61	
Advanced Butterfat Pricing Factor (per lb.)	\$3.0362	

As announced on or before the 23<sup>rd</sup> 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.

HAROLD H. FRIEDLY, JR. Market Administrator

<sup>2/</sup> 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.