

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

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**ANNOUNCEMENT OF CLASS PRICES FOR JANUARY 2019**

|   | PRICE @ 3.5% BF<br><i>(per cwt.)</i> | SKIM MILK PRICE<br><i>(per cwt.)</i> | BUTTERFAT PRICE<br><i>(per lb.)</i> |
|---|--------------------------------------|--------------------------------------|-------------------------------------|
| <b>CLASS I PRICE <sup>1/</sup></b>        | <b>\$18.52</b>                       | <b>\$9.92</b>                        | <b>\$2.5557</b>                     |
| Transportation Credit                     | 0.10                                 | 0.10                                 | 0.0010                              |
| <u>Processor Assessment <sup>2/</sup></u> | <u>0.20</u>                          | <u>0.20</u>                          | <u>0.0020</u>                       |
| Total                                     | \$18.82                              | \$10.22                              | \$2.5587                            |
| <b>CLASS II PRICE</b>                     | <b>\$15.74</b>                       | <b>\$7.22 <sup>1/</sup></b>          | <b>\$2.5051</b>                     |
| <b>CLASS III PRICE</b>                    | <b>\$13.96</b>                       | <b>\$5.41</b>                        | <b>\$2.4981</b>                     |
| <b>CLASS IV PRICE</b>                     | <b>\$15.48</b>                       | <b>\$6.98</b>                        | <b>\$2.4981</b>                     |

**FACTORS USED IN PRICES FOR JANUARY 2019**

| Product Price Averages:          | JANUARY 2019<br>Monthly Averages | 2 Week Averages<br>Ending December 15, 2018 <sup>1/</sup> |
|----------------------------------|----------------------------------|---|
| Cheese <i>(per lb.)</i>          | \$1.3868                         | \$1.3786  |
| Butter <i>(per lb.)</i>          | \$2.2343                         | \$2.2538  |
| Nonfat Dry Milk <i>(per lb.)</i> | \$0.9513                         | \$0.8996  |
| Dry Whey <i>(per lb.)</i>        | \$0.4805                         | \$0.4659  |

**Advanced Pricing Factors <sup>1/</sup>:**

|   |          |
|---|----------|
| Advanced Class III Skim Milk Pricing Factor <i>(per cwt.)</i> | \$5.16   |
| Advanced Class IV Skim Milk Pricing Factor <i>(per cwt.)</i>  | \$6.52   |
| Advanced Butterfat Pricing Factor <i>(per lb.)</i>            | \$2.5217 |

<sup>1/</sup> 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.

<sup>2/</sup> The 20-cent per hundredweight processor assessment is an obligation under the Fluid Milk Promotion Order (7CFR§1160.101 et seq.) imposed on any person who processes and markets commercially more than 3 million pounds of packaged fluid milk products on a monthly basis. Deliveries to consumer residences are excluded. Effective February 29, 2016, processors of certified "organic" and "100 percent organic" fluid milk products may apply for an organic assessment exemption for those products.