#### UNITED STATES DEPARTMENT OF AGRICULTURE

## AGRICULTURAL MARKETING SERVICE DAIRY PROGRAM 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 ADVANCED CLASS PRICES AND PRICING FACTORS FOR JULY 2020

	PRICE @ 3.5% BF	SKIM MILK PRICE (per cwt.)	BUTTERFAT PRICE
CLASS I PRICE 1/	\$19.96	\$14.02 <sup>1/</sup>	\$1.8363
Transportation Credit	0.10	0.10	0.0010
Processor Assessment 2/	0.20	0.20	0.0020
Total	\$20.26	\$14.32	\$1.8393
CLASS II PRICE		\$7.16	

#### **FACTORS USED IN PRICES FOR JULY 2020**

# Advanced Pricing Factors 1/:

Released:

June 17, 2020

Advanced Class III Skim Milk Pricing Factor (per cwt.)	\$13.29
Advanced Class IV Skim Milk Pricing Factor (per cwt.)	\$6.46
Advanced Butterfat Pricing Factor (per lb.)	\$1.8023

### Product Price Averages for the Two Most Recent Weeks Ending June 13, 2020:

EIA Average Diesel Fuel Price (per gallon) 3/:	\$2.265	
MILEAGE RATE FACTOR (per cwt per mile):	\$0.00429	
Dry Whey (per lb.)	\$0.3674	
Nonfat Dry Milk (per lb.)	\$0.8923	
Butter (per lb.)	\$1.6598	
Cheese (per lb.)	\$2.0174	

<sup>1/</sup> Class I skim milk price is announced at the average of the advanced Class III and IV skim milk pricing factors plus \$0.74 and 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 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.

<sup>3/</sup> A simple average of the four most recent weeks of the Energy Information Administration's (of the U.S. Department of Energy) announced diesel fuel prices for the Lower Atlantic and Gulf Coast regions is used to determine the variable Mileage Rate Factor (§ 1005.83).