

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

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**ANNOUNCEMENT OF ADVANCED CLASS PRICES AND PRICING FACTORS  
 FOR SEPTEMBER 2006**

	PRICE @ 3.5% BF <i>(per cwt.)</i>	SKIM MILK PRICE <i>(per cwt.)</i>	BUTTERFAT PRICE <i>(per lb.)</i>
<b>CLASS I PRICE *</b>	<b>\$13.95</b>	<b>\$9.74 *</b>	<b>\$1.3013</b>
Transportation Credit	0.095	0.095	0.00095
<u>Processor Assessment **</u>	<u>0.20</u>	<u>0.20</u>	<u>0.0020</u>
Total	\$14.245	\$10.035	\$1.30425
 <b>CLASS II PRICE</b>		 <b>\$6.99</b>	

**FACTORS USED IN PRICES FOR SEPTEMBER 2006**

**Advanced Pricing Factors \*:**

Advanced Class III Skim Milk Pricing Factor <i>(per cwt.)</i>	\$6.64
Advanced Class IV Skim Milk Pricing Factor <i>(per cwt.)</i>	\$6.29
Advanced Butterfat Pricing Factor <i>(per lb.)</i>	\$1.2703

**NASS Product Price Averages for the Two Most Recent Weeks Ending August 12, 2006:**

Cheese <i>(per lb.)</i>	\$1.1633
Butter <i>(per lb.)</i>	\$1.1736
Nonfat Dry Milk <i>(per lb.)</i>	\$0.8463
Dry Whey <i>(per lb.)</i>	\$0.2925

\* 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 \$3.10 and is subject to location adjustments.

\*\* 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.