APPALACHIAN MARKETING AREA Federal Order No. 5 Phone: 502-499-0040 Fax: 502-499-8749 E-Mail: friedly@malouisville.com 4511 Bardstown Road, Suite 103 Louisville, Kentucky 40218-4001 (Mail) P.O. Box 18030 Louisville, Kentucky 40261-0030 http://members.aye.net/~usda

## **ANNOUNCEMENT OF CLASS PRICES FOR JANUARY 2006**

	PRICE @ 3.5% BF (per cwt.)	SKIM MILK PRICE (per cwt.)	BUTTERFAT PRICE (per lb.)
CLASS I PRICE *	\$16.48	\$11.52	\$1.5326
Transportation Credit	.095	.095	.00095
Processor Assessment *	.20	.20	.0020
Total	\$16.775	\$11.815	\$1.53555
CLASS II PRICE	\$13.25	\$8.38 *	\$1.4754
CLASS III PRICE	\$13.39	\$8.55	\$1.4684
CLASS IV PRICE	\$12.20	\$7.32	\$1.4684

## FACTORS USED IN PRICES FOR JANUARY 2006

NASS Product Price Averages:	2 Week Averages Ending December 17, 2005 *	January 2006 Monthly Averages
Cheese (per lb.)	\$1.3979	\$1.3895
Butter (per lb.)	\$1.3663	\$1.3387
Nonfat Dry Milk (per lb.)	\$1.0018	\$0.9614
Dry Whey (per lb.)	\$0.3244	\$0.3416
Advanced Pricing Factors *:		
Advanced Class III Skim Milk Pricing Factor	(per cwt.) \$8.42	
Advanced Class IV Skim Milk Pricing Factor	(per cwt.) \$7.68	
Advanced Butterfat Pricing Factor (per lb.)	\$1.5016	

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 \$3.10 and is subject to location adjustments.
The processor assessment is an obligation under the Fluid Milk Promotion Order (7 CFR § 1160.101 <u>et seq.</u>). The Order requires that all persons who

\*\* 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.

HAROLD H. FRIEDLY, JR. Market Administrator