

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

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ANNOUNCEMENT OF CLASS PRICES FOR JULY 2008

	PRICE @ 3.5% BF <i>(per cwt.)</i>	SKIM MILK PRICE <i>(per cwt.)</i>	BUTTERFAT PRICE <i>(per lb.)</i>
CLASS I PRICE ^{1/}	\$24.18	\$19.10	\$1.6426
Transportation Credit	0.15	0.15	0.0015
<u>Processor Assessment ^{2/}</u>	<u>0.20</u>	<u>0.20</u>	<u>0.002</u>
Total	\$24.53	\$19.45	\$1.6461
CLASS II PRICE	\$16.81	\$11.31^{1/}	\$1.6844
CLASS III PRICE	\$18.24	\$12.82	\$1.6774
CLASS IV PRICE	\$16.60	\$11.12	\$1.6774

FACTORS USED IN PRICES FOR JULY 2008

NASS Product Price Averages:	JULY 2008 Monthly Averages	2 Week Averages Ending June 14, 2008 ^{1/}
Cheese <i>(per lb.)</i>	\$1.9585	\$2.2156
Butter <i>(per lb.)</i>	\$1.5180	\$1.4607
Nonfat Dry Milk <i>(per lb.)</i>	\$1.4053	\$1.3479
Dry Whey <i>(per lb.)</i>	\$0.2642	\$0.2774

Advanced Pricing Factors ^{1/}:

Advanced Class III Skim Milk Pricing Factor <i>(per cwt.)</i>	\$15.70
Advanced Class IV Skim Milk Pricing Factor <i>(per cwt.)</i>	\$10.61
Advanced Butterfat Pricing Factor <i>(per lb.)</i>	\$1.6086

^{1/} As announced on or before the 23rd 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.

^{2/} 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.