

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

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ANNOUNCEMENT OF CLASS PRICES FOR OCTOBER 2009

	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/}	\$15.75	\$11.83	\$1.2381
Transportation Credit	0.15	0.15	0.0015
Processor Assessment ^{2/}	<u>0.20</u>	<u>0.20</u>	<u>0.002</u>
Total	\$16.10	\$12.18	\$1.2416
CLASS II PRICE	\$11.93	\$7.71 ^{1/}	\$1.2822
CLASS III PRICE	\$12.82	\$8.66	\$1.2752
CLASS IV PRICE	\$11.86	\$7.66	\$1.2752

FACTORS USED IN PRICES FOR OCTOBER 2009

NASS Product Price Averages:	OCTOBER 2009 Monthly Averages	2 Week Averages Ending September 12, 2009 ^{1/}
Cheese <i>(per lb.)</i>	\$1.4110	\$1.3802
Butter <i>(per lb.)</i>	\$1.2245	\$1.1658
Nonfat Dry Milk <i>(per lb.)</i>	\$1.0270	\$0.9541
Dry Whey <i>(per lb.)</i>	\$0.3183	\$0.2942

Advanced Pricing Factors ^{1/}:

Advanced Class III Skim Milk Pricing Factor <i>(per cwt.)</i>	\$8.43
Advanced Class IV Skim Milk Pricing Factor <i>(per cwt.)</i>	\$7.01
Advanced Butterfat Pricing Factor <i>(per lb.)</i>	\$1.2041

^{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.