## UNITED STATES DEPARTMENT OF AGRICULTURE AGRICULTURAL MARKETING SERVICE DAIRY PROGRAM MILK MARKET ADMINISTRATOR

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## **ANNOUNCEMENT OF CLASS PRICES FOR JANUARY 2020**

	PRICE @ 3.5% BF (per cwt.)	SKIM MILK PRICE (per cwt.)	BUTTERFAT PRICE (per lb.)
CLASS I PRICE 1/	\$22.41	\$15.11	\$2.2355
Transportation Credit	0.10	0.10	0.0010
Processor Assessment 2/	0.20	0.20	<u>0.0020</u>
Total	\$22.71	\$15.41	\$2.2385
CLASS II PRICE	\$17.05	\$9.98 <sup>1/</sup>	\$2.1187
CLASS III PRICE	\$17.05	\$10.01	\$2.1117
CLASS IV PRICE	\$16.65	\$9.60	\$2.1117

FACTORS USED IN PRICES FOR JANUARY 2020			
Product Price Averages:	JANUARY 2020 Monthly Averages	2 Week Averages Ending December 14, 2019 <sup>1/</sup>	
Cheese (per lb.)	\$1.8092	\$2.1082	
Butter (per lb.)	\$1.9153	\$1.9894	
Nonfat Dry Milk (per lb.)	\$1.2451	\$1.2095	
Dry Whey (per lb.)	\$0.3367	\$0.3266	
Advanced Pricing Factors <sup>1/</sup> :			
Advanced Class III Skim Milk Pricing Factor (per cwt.)	\$12.65		
Advanced Class IV Skim Milk Pricing Factor (per cwt.)	\$9.28		
Advanced Butterfat Pricing Factor (per lb.)	\$2.2015		

1/ As announced on or before the 23<sup>rd</sup> of the previous month. 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.

2/ 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.

> HAROLD H. FRIEDLY, JR. Market Administrator

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