

**Announcement of Advanced Prices and Pricing Factors for January 2009 1/**  
 Release Date:December 19, 2008

Base Skim Milk Price for Class I 2/:	\$11.24	(per hundredweight)
Advanced Class III Skim Milk Pricing Factor:	\$11.24	(per hundredweight)
Advanced Class IV Skim Milk Pricing Factor:	\$6.04	(per hundredweight)
Advanced Butterfat Pricing Factor 3/:	\$1.3983	(per pound)
Class II Skim Milk Price:	\$6.74	(per hundredweight)
Class II Nonfat Solids Price:	\$0.7489	(per pound)
Two-week Product Price Averages:		
Butter	\$1.3262	(per pound)
Nonfat Dry Milk	\$0.8460	(per pound)
Cheese	\$1.7989	(per pound)
Dry Whey	\$0.1716	(per pound)
Special information for Appalachian and Southeast:		
Diesel Fuel Price	\$2.549	(per gallon)
Mileage Rate Factor	\$0.00441	(per cwt. per mile)

1/ See Price Formulas by going to [www.ams.usda.gov/DairyMarketStatistics](http://www.ams.usda.gov/DairyMarketStatistics); then select "Prices"; and then select "Price Formulas - 2009".

2/ Higher of advanced Class III or IV skim milk pricing factors. The Class I skim milk price equals this price plus applicable Class I differential.

3/ The Class I butterfat price equals this price plus (applicable Class I differential divided by 100).

**Note:** The Class I price equals ( Class I skim milk price times 0.965 ) plus ( Class I butterfat price times 3.5 ), rounded to the nearest cent.

**For information only:** The Class I base price is: \$15.74  
 (Sometimes referred to as the Class I mover, it equals (base skim milk price for Class I times 0.965) plus (advanced butterfat pricing factor times 3.5).)

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