

Method to Calculate Monthly Per Hundredweight Payment Under National Milk Income Loss Contract (MILC) Program

Per provisions of The Agricultural Reconciliation Act of 2005

Month: **August 2006**

Class I Mover Factor		\$10.97
Boston Class I Differential	+	<u>3.25</u>
Boston Class I Price		\$14.22

National Milk Income Loss Program Base		\$16.94
Minus Boston Class I Price	-	<u>14.22</u>
Difference		\$2.72

Calculated Amount of Payment (difference multiplied by 34%)	=	\$0.9248000 per hundredweight
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