



Agricultural Marketing Service  
Dairy Programs

# FEDERAL MILK ORDER No. 1

## Northeast Marketing Area

30 Winter Street, Boston, MA 02108

Mailing Address:

P.O. Box 1478 (Fort Point Station)

Boston, MA 02205-1478

Tel.: (617) 542-8966 — Fax: (617) 542-0105

email: [MABoston@fedmilk1.com](mailto:MABoston@fedmilk1.com)

website: [www.fmmone.com](http://www.fmmone.com)

Albany:  
One Columbia Circle  
Albany, NY 12203-6379  
Tel.: (518) 452-4410  
Fax: (518) 464-6468  
email: [MAAlbany@fedmilk1.com](mailto:MAAlbany@fedmilk1.com)

Alexandria:  
P.O. Box 25828  
Alexandria, VA 22313-5828  
Tel.: (703) 549-7000  
Fax: (703) 549-7003  
email: [MAAlexandria@fedmilk1.com](mailto:MAAlexandria@fedmilk1.com)

### ANNOUNCEMENT OF CLASS AND COMPONENT PRICES

|  | <u>November 2001</u> |                   |
|--|----------------------|-------------------|
|  | <u>dollars</u>       |                   |
| Class I price @ <i>Suffolk County, MA (Boston)</i> at 3.5% butterfat <sup>1/</sup> | 19.01                | per hundredweight |
| Processor Assessment <sup>1/ 2/</sup>  | <u>0.20</u>          | per hundredweight |
| Total Class I price <sup>1/</sup>  | 19.21                | per hundredweight |
| <b>Class II price @ 3.5 % butterfat</b>  | 12.78                | per hundredweight |
| <b>Class II butterfat price</b>  | 1.4570               | per pound         |
| Class II skim price <sup>1/</sup>  | 7.96                 | per hundredweight |
| Class II nonfat solids price <sup>1/</sup>   | 0.8844               | per pound         |
| <b>Class III price @ 3.5 % butterfat</b>   | 11.31                | per hundredweight |
| <b>Class III skim price</b>  | 6.46                 | per hundredweight |
| <b>Class IV price @ 3.5 % butterfat</b>  | 11.97                | per hundredweight |
| <b>Class IV skim milk price</b>  | 7.15                 | per hundredweight |
| <b>Component prices:</b>   |                      |                   |
| Butterfat price  | 1.4500               | per pound         |
| Nonfat solids price  | 0.7949               | per pound         |
| Protein price  | 1.8045               | per pound         |
| Other solids price   | 0.1470               | per pound         |

| Product price monthly averages: | <u>dollars</u> |           |
|---------------------------------|----------------|-----------|
| Butter                          | 1.3040         | per pound |
| Nonfat dry milk                 | 0.9349         | per pound |
| Cheese                          | 1.2322         | per pound |
| Dry whey                        | 0.2823         | per pound |

### Estimated Utilization Percentages of Producer Milk for December 2001<sup>3/</sup>

|           | <u>Class I</u> | <u>Class II, III and IV</u> |
|-----------|----------------|-----------------------------|
| Butterfat | 26             | 74                          |
| Skim Milk | 48             | 52                          |

<sup>1/</sup> Previously announced in *Announcement of Class I Price and Advanced Pricing Factors*.

<sup>2/</sup> The processor assessment is an obligation under the Fluid Milk Promotion Order (7CFR§1160.101 et seq.).

<sup>3/</sup> Utilization percentages for assigning bulk receipts at pool distributing plants from other federal order markets, Section 1000.45(a) of the Order.

\* **These prices were computed using the formulas in the U.S. District Court's preliminary injunction order dated January 31, 2001.**

**Note: Price formulas are available at [www.ams.usda.gov/dairy/price\\_formula.htm](http://www.ams.usda.gov/dairy/price_formula.htm).**

(Class I prices by location and Regional Milk Production Costs on reverse side)

**November 2001**  
**Class I Price Information for the Northeast Order**

| Selected locations            | Differential* | Adjustment | Prices   |           |          |
|-------------------------------|---------------|------------|----------|-----------|----------|
|                               |               |            | Skim     | Butterfat | Class I# |
|                               |               |            | per cwt. | per pound | per cwt. |
| Class I Mover Factor:         |               |            | 9.60     | 1.8556    | 15.76    |
| Boston, MA                    | 3.25          | 0.00       | 12.85    | 1.8881    | 19.01    |
| Newport News/Portsmouth, VA   | 3.20          | (0.05)     | 12.80    | 1.8876    | 18.96    |
| New York, NY                  | 3.15          | (0.10)     | 12.75    | 1.8871    | 18.91    |
| Long Valley, NJ               | 3.10          | (0.15)     | 12.70    | 1.8866    | 18.86    |
| Philadelphia, PA              | 3.05          | (0.20)     | 12.65    | 1.8861    | 18.81    |
| Agawam, MA/Baltimore, MD      | 3.00          | (0.25)     | 12.60    | 1.8856    | 18.76    |
| Frederick, MD/New Holland, PA | 2.90          | (0.35)     | 12.50    | 1.8846    | 18.66    |
| Mt. Holly Springs, PA         | 2.80          | (0.45)     | 12.40    | 1.8836    | 18.56    |
| Albany/Binghamton, NY         | 2.70          | (0.55)     | 12.30    | 1.8826    | 18.46    |
| Middlebury, VT                | 2.60          | (0.65)     | 12.20    | 1.8816    | 18.36    |
| Syracuse, NY                  | 2.50          | (0.75)     | 12.10    | 1.8806    | 18.26    |
| St. Albans/Swanton, VT        | 2.40          | (0.85)     | 12.00    | 1.8796    | 18.16    |
| Watertown/Rochester, NY       | 2.30          | (0.95)     | 11.90    | 1.8786    | 18.06    |
| Buffalo, NY                   | 2.20          | (1.05)     | 11.80    | 1.8776    | 17.96    |
| Jamestown, NY                 | 2.10          | (1.15)     | 11.70    | 1.8766    | 17.86    |

\* Differentials listed apply to states included in the Northeast marketing area. Outside of this area, differentials may be above or below this range. Cities listed are for reference purposes only. Differentials apply on a county basis.

# Price at 3.5% butterfat. Does not include the 20 cent per hundredweight processor assessment, an obligation under the Fluid Milk Promotion Order (7CFR§1160.101 et seq.).

**Regional Milk Production Costs, October and November 2001\***

| Region          | Total cash expenses       |          | Total economic cost |          |
|-----------------|---------------------------|----------|---------------------|----------|
|                 | October**                 | November | October**           | November |
|                 | dollars per hundredweight |          |                     |          |
| Northeast       | 14.57                     | 14.01    | 19.54               | 18.99    |
| Southeast       | 14.44                     | 13.97    | 17.96               | 17.50    |
| Upper Midwest   | 13.39                     | 13.02    | 18.09               | 17.74    |
| Corn Belt       | 14.29                     | 13.85    | 20.18               | 19.76    |
| Southern Plains | 12.72                     | 12.34    | 15.99               | 15.62    |
| Pacific         | 9.50                      | 9.24     | 11.18               | 10.92    |

\* United States Department of Agriculture, Economic Research Service. For further information, contact Sara Short, (202) 694-5588. Regions are defined as: Northeast—New York, Pennsylvania, and Vermont; Southeast—Florida and Georgia; Upper Midwest—Michigan, Minnesota, and Wisconsin; Corn Belt— Iowa, Missouri, and Ohio; Southern Plains—Texas; Pacific—Arizona, California, and Washington.

\*\* Revised from last month due to changes in milk production, producer price indexes, corn market price, and economic indicators for the U.S. economy.