



Agricultural Marketing Service
Dairy Programs

FEDERAL MILK ORDER No. 1

Northeast Marketing Area

89 South Street, Boston, MA 02111-2671

Mailing Address:

P.O. Box 51478

Boston, MA 02205-1478

Tel.: (617) 737-7199 — Fax: (617) 737-8002

email: MABoston@fedmilk1.com

website: www.fmmone.com

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

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

ANNOUNCEMENT OF CLASS AND COMPONENT PRICES

	<u>August 2004</u>	
	<u>dollars</u>	
Class I price @ Suffolk County, MA (Boston) at 3.5% butterfat ^{1/}	17.87	per hundredweight
Processor Assessment ^{1/ 2/}	<u>0.20</u>	per hundredweight
Total Class I price ^{1/}	18.07	per hundredweight
Class II price @ 3.5 % butterfat	13.13	per hundredweight
Class II butterfat price	1.8011	per pound
Class II skim price ^{1/}	7.07	per hundredweight
Class II nonfat solids price ^{1/}	0.7856	per pound
Class III price @ 3.5 % butterfat	14.04	per hundredweight
Class III skim price	8.04	per hundredweight
Class IV price @ 3.5 % butterfat	12.46	per hundredweight
Class IV skim milk price	6.40	per hundredweight
Component prices:		
Butterfat price	1.7941	per pound
Nonfat solids price	0.7112	per pound
Protein price	2.4663	per pound
Other solids price	0.0676	per pound

Product price monthly averages:	<u>dollars</u>	
Butter	1.6101	per pound
Nonfat dry milk	0.8584	per pound
Cheese	1.5167	per pound
Dry whey	0.2246	per pound

Estimated Utilization Percentages of Producer Milk for September 2004^{3/}

	<u>Class I</u>	<u>Class II, III and IV</u>
Butterfat	26	74
Skim Milk	49	51

^{1/} Previously announced in *Announcement of Class I Price and Advanced Pricing Factors*.

^{2/} The processor assessment is an obligation under the Fluid Milk Promotion Order (7CFR§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 District of Columbia on a monthly basis, excluding those fluid milk products delivered to a residence of a consumer, be assessed 20 cents per hundredweight on all marketings of such packaged fluid milk products during the month.

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

Note: Price formulas are available at www.ams.usda.gov/dairy/price_formula.htm.

(Class I prices by location on reverse side)

Erik F. Rasmussen
Market Administrator

August 2004
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:			7.55	2.0952	14.62
Boston, MA	3.25	0.00	10.80	2.1277	17.87
Newport News/Portsmouth, VA	3.20	(0.05)	10.75	2.1272	17.82
New York, NY	3.15	(0.10)	10.70	2.1267	17.77
Long Valley, NJ	3.10	(0.15)	10.65	2.1262	17.72
Philadelphia, PA	3.05	(0.20)	10.60	2.1257	17.67
Agawam, MA/Baltimore, MD	3.00	(0.25)	10.55	2.1252	17.62
Frederick, MD/New Holland, PA	2.90	(0.35)	10.45	2.1242	17.52
Mt. Holly Springs, PA	2.80	(0.45)	10.35	2.1232	17.42
Albany/Binghamton, NY	2.70	(0.55)	10.25	2.1222	17.32
Middlebury, VT	2.60	(0.65)	10.15	2.1212	17.22
Syracuse, NY	2.50	(0.75)	10.05	2.1202	17.12
St. Albans/Swanton, VT	2.40	(0.85)	9.95	2.1192	17.02
Watertown/Rochester, NY	2.30	(0.95)	9.85	2.1182	16.92
Buffalo, NY	2.20	(1.05)	9.75	2.1172	16.82
Jamestown, NY	2.10	(1.15)	9.65	2.1162	16.72

* 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.).