



Agricultural Marketing Service
Dairy Programs

FEDERAL MILK ORDER No. 1

Northeast Marketing Area

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ANNOUNCEMENT OF CLASS AND COMPONENT PRICES

	<u>December 2004</u>	
	<u>dollars</u>	
Class I price @ <i>Suffolk County, MA (Boston)</i> at 3.5% butterfat ^{1/}	17.68	per hundredweight
Processor Assessment ^{1/ 2/}	0.20	per hundredweight
Total Class I price ^{1/}	17.88	per hundredweight
Class II price @ 3.5 % butterfat	13.98	per hundredweight
Class II butterfat price	2.0436	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	16.14	per hundredweight
Class III skim price	9.34	per hundredweight
Class IV price @ 3.5 % butterfat	13.42	per hundredweight
Class IV skim milk price	6.52	per hundredweight
Component prices:		
Butterfat price	2.0366	per pound
Nonfat solids price	0.7240	per pound
Protein price	2.8486	per pound
Other solids price	0.0858	per pound

Product price monthly averages:	<u>dollars</u>	
Butter	1.8122	per pound
Nonfat dry milk	0.8713	per pound
Cheese	1.7146	per pound
Dry whey	0.2423	per pound

Estimated Utilization Percentages of Producer Milk for January 2005^{3/}

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

^{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

December 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:			8.12	1.8834	14.43
Boston, MA	3.25	0.00	11.37	1.9159	17.68
Newport News/Portsmouth, VA	3.20	(0.05)	11.32	1.9154	17.63
New York, NY	3.15	(0.10)	11.27	1.9149	17.58
Long Valley, NJ	3.10	(0.15)	11.22	1.9144	17.53
Philadelphia, PA	3.05	(0.20)	11.17	1.9139	17.48
Agawam, MA/Baltimore, MD	3.00	(0.25)	11.12	1.9134	17.43
Frederick, MD/New Holland, PA	2.90	(0.35)	11.02	1.9124	17.33
Mt. Holly Springs, PA	2.80	(0.45)	10.92	1.9114	17.23
Albany/Binghamton, NY	2.70	(0.55)	10.82	1.9104	17.13
Middlebury, VT	2.60	(0.65)	10.72	1.9094	17.03
Syracuse, NY	2.50	(0.75)	10.62	1.9084	16.93
St. Albans/Swanton, VT	2.40	(0.85)	10.52	1.9074	16.83
Watertown/Rochester, NY	2.30	(0.95)	10.42	1.9064	16.73
Buffalo, NY	2.20	(1.05)	10.32	1.9054	16.63
Jamestown, NY	2.10	(1.15)	10.22	1.9044	16.53

* 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.).