

Agricultural Marketing Service **Dairy Programs** 

### FEDERAL MILK ORDER No. 1

## Northeast Marketing Area

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#### ANNOUNCEMENT OF CLASS AND COMPONENT PRICES

| Class I price @ <i>Suffolk County, MA (Boston)</i> at 3.5% butterfat <sup>1/</sup> Processor Assessment <sup>1/2/</sup> Total Class I price <sup>1/</sup> | January 2007<br>dollars                  | _   |                                  |        |           |
|---|--|---|----------------------------------|--------|-----------|
|   | 16.84<br>0.20<br>17.04                   | per hundredweight<br>per hundredweight<br>per hundredweight<br>per hundredweight          |                                  |        |           |
|   |  |   | Class II price @ 3.5 % butterfat | 12.85  |           |
| Class II butterfat price Class II skim price <sup>1/</sup>  | 1.3079<br>8.57                           |   | per pound per hundredweight      |        |           |
| Class II nonfat solids price 1/  Class III price @ 3.5 % butterfat Class III skim price  Class IV price @ 3.5 % butterfat Class IV skim milk price        | 0.9522<br>13.56<br>9.33<br>12.53<br>8.27 | per hundredweight per hundredweight per hundredweight per hundredweight per hundredweight |                                  |        |           |
|   |  |   | Component prices:                |        |           |
|   |  |   | Butterfat price                  | 1.3009 | per pound |
|   |  |   | Nonfat solids price              | 0.9184 | per pound |
|   |  |   | Protein price                    | 2.4053 | per pound |
| Other solids price  | 0.3183                                   | per pound   |                                  |        |           |
| Product price monthly averages:   | dollars                                  |   |                                  |        |           |
| Butter  | 1.1991                                   | per pound   |                                  |        |           |
| Nonfat dry milk   | 1.0677                                   | per pound   |                                  |        |           |
| Cheese  | 1.3366                                   | per pound   |                                  |        |           |
| Dry whey  | 0.4680                                   | per pound   |                                  |        |           |

#### Estimated Utilization Percentages of Producer Milk for next month 2007 st

|           | <u>Class I</u> | Class II, III and IV |  |
|-----------|----------------|----------------------|--|
| Butterfat | 21             | 79                   |  |
| Skim Milk | 42             | 58                   |  |

 $<sup>^{1/}</sup>$  Previously announced in Announcement of Class I Price and Advanced Pricing Factors .

Released: February 2, 2007

(Class I prices by location on reverse side)

Erik F. Rasmussen Market Administrator

<sup>&</sup>lt;sup>2/</sup> 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.

<sup>&</sup>lt;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. Note: Price formulas are available at www.ams.usda.gov/dairy/price\_formula.htm.

# January 2007 Class I Price Information for the Northeast Order

|                               |               |               | Prices   |           |          |
|-------------------------------|---------------|---------------|----------|-----------|----------|
|                               |               |               | Skim     | Butterfat | Class I# |
|                               |               |               |          | dollars   |          |
|                               |               |               | per cwt. | per pound | per cwt. |
|                               | Class I       | Mover Factor: | 9.17     | 1.3547    | 13.59    |
| Selected                      |               |               |          |           |          |
| locations                     | Differential* | Adjustment    |          |           |          |
| Boston, MA                    | 3.25          | 0.00          | 12.42    | 1.3872    | 16.84    |
| Newport News/Portsmouth, VA   | 3.20          | (0.05)        | 12.37    | 1.3867    | 16.79    |
| New York, NY                  | 3.15          | (0.10)        | 12.32    | 1.3862    | 16.74    |
| Long Valley, NJ               | 3.10          | (0.15)        | 12.27    | 1.3857    | 16.69    |
| Philadelphia, PA              | 3.05          | (0.20)        | 12.22    | 1.3852    | 16.64    |
| Agawam, MA/Baltimore, MD      | 3.00          | (0.25)        | 12.17    | 1.3847    | 16.59    |
| Frederick, MD/New Holland, PA | 2.90          | (0.35)        | 12.07    | 1.3837    | 16.49    |
| Mt. Holly Springs, PA         | 2.80          | (0.45)        | 11.97    | 1.3827    | 16.39    |
| Albany/Binghamton, NY         | 2.70          | (0.55)        | 11.87    | 1.3817    | 16.29    |
| Middlebury, VT                | 2.60          | (0.65)        | 11.77    | 1.3807    | 16.19    |
| Syracuse, NY                  | 2.50          | (0.75)        | 11.67    | 1.3797    | 16.09    |
| St. Albans/Swanton, VT        | 2.40          | (0.85)        | 11.57    | 1.3787    | 15.99    |
| Watertown/Rochester, NY       | 2.30          | (0.95)        | 11.47    | 1.3777    | 15.89    |
| Buffalo, NY                   | 2.20          | (1.05)        | 11.37    | 1.3767    | 15.79    |
| Jamestown, NY                 | 2.10          | (1.15)        | 11.27    | 1.3757    | 15.69    |

<sup>\*</sup> 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.

<sup>#</sup> 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.).