



United States Department of Agriculture

Agricultural Marketing Service Dairy Programs

FEDERAL MILK ORDER No. 1 Northeast Marketing Area

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SEPTEMBER 2004 POOL PRICE ANNOUNCEMENT

Producer Milk	Percent	Pounds	Minimum Class Price
Class I	51.1	914,579,508	\$17.19
Class II	20.0	357,069,355	13.66
Class III	22.7	406,549,539	14.72
Class IV	6.2	110,071,594	13.00
Total Producer Milk	100.0	1,788,269,996	

Producer Price Differential	\$1.34 /cwt. @ Suffolk County, MA (Boston)
Statistical Uniform Price	\$16.06 /cwt. @ Suffolk County, MA (Boston)

Protein Price	\$2.5431 /lb.
Butterfat Price	1.9354 /lb.
Other Solids Price	0.0589 /lb.
Nonfat Solids Price	0.7167 /lb.

COMPUTATION OF PRODUCER PRICE DIFFERENTIAL

	Product Pounds	Price per cwt./lb.	Component Value	Total Value
Class I— Skim	896,156,756	\$11.21	100,459,172.35	
Butterfat	18,422,752	1.8215	33,557,042.77	
Less: Location Adjustment to Handlers			(2,896,172.92)	\$131,120,042.30
Class II— Butterfat	25,659,847	1.9424	49,841,686.83	
Nonfat Solids	29,799,912	0.7900	23,541,930.48	73,383,617.31
Class III— Butterfat	15,640,781	1.9354	30,271,167.56	
Protein	12,292,720	2.5431	31,261,616.21	
Other Solids	22,913,288	0.0589	1,349,592.68	62,882,376.45
Class IV— Butterfat	4,833,310	1.9354	9,354,388.16	
Nonfat Solids	9,470,310	0.7167	6,787,371.16	16,141,759.32
Total Classified Value				\$283,527,795.38
Add: Overage—All Classes				56,538.61
Inventory Reclassification—All Classes				294,435.13
Other Source Receipts	75,581			2,116.81
Less: Producer Component Valuations				(267,937,342.51)
Subtotal				\$15,943,543.42
Add: Location Adjustment to Producers				8,276,035.66
One-half Unobligated Balance—Producer Settlement Fund				532,030.05
Total Pool Milk & Aggregate Value	1,788,345,577			24,751,609.13
Less: Producer Settlement Fund—Reserve				(787,778.39)
Producer Price Differential		\$1.34		23,963,830.74
Statistical Uniform Price		\$16.06		

(Selected pool and price statistics on reverse side)

SEPTEMBER 2004

Selected Pool Statistics

Average test of producer receipts:	Butterfat	3.61 %
	True Protein	3.01 %
	Other Solids	5.65 %

Estimated Marketwide Utilization for OCTOBER 2004:

	Skim	Butterfat
Class I	50%	26%
Classes II, III, & IV	50%	74%

Producer Price Differential and Statistical Uniform Price, by Location

Selected Locations	Differential*	Adjustment	Producer Price Differential	Statistical # Uniform Price
	dollars per hundredweight			
Boston, MA	3.25	0.00	1.34	16.06
Newport News/Portsmouth, VA	3.20	(0.05)	1.29	16.01
New York, NY	3.15	(0.10)	1.24	15.96
Long Valley, NJ	3.10	(0.15)	1.19	15.91
Philadelphia, PA	3.05	(0.20)	1.14	15.86
Agawam, MA/Baltimore, MD	3.00	(0.25)	1.09	15.81
Frederick, MD/New Holland, PA	2.90	(0.35)	0.99	15.71
Mt. Holly Springs, PA	2.80	(0.45)	0.89	15.61
Albany/Binghamton, NY	2.70	(0.55)	0.79	15.51
Middlebury, VT	2.60	(0.65)	0.69	15.41
Syracuse, NY	2.50	(0.75)	0.59	15.31
St. Albans/Swanton, VT	2.40	(0.85)	0.49	15.21
Watertown/Rochester, NY	2.30	(0.95)	0.39	15.11
Buffalo, NY	2.20	(1.05)	0.29	15.01
Jamestown, NY	2.10	(1.15)	0.19	14.91

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

Prices apply on a county basis. Prices at 3.5 percent butterfat, 2.99 percent protein, and 5.69 percent other solids.