



United States Department of Agriculture

Agricultural Marketing Service Dairy Programs

FEDERAL MILK ORDER No. 1 Northeast Marketing Area

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August 2006 POOL PRICE ANNOUNCEMENT

Producer Milk	Percent	Pounds	Minimum Class Price
Class I	48.8	883,208,313	\$14.22
Class II	23.1	418,281,539	11.16
Class III	23.2	420,207,271	11.06
Class IV	4.9	88,330,353	10.64
Total Producer Milk	100.0	1,810,027,476	

Producer Price Differential	\$2.00 /cwt. @ Suffolk County, MA (Boston)
Statistical Uniform Price	\$13.06 /cwt. @ Suffolk County, MA (Boston)

Protein Price	\$1.9050 /lb.
Butterfat Price	1.3008 /lb.
Other Solids Price	0.1416 /lb.
Nonfat Solids Price	0.7013 /lb.

COMPUTATION OF PRODUCER PRICE DIFFERENTIAL

	Product Pounds	Price per cwt./lb.	Component Value	Total Value
Class I— Skim	865,620,780	\$10.21	88,379,881.64	
Butterfat	17,587,533	1.2479	21,947,482.43	
Less: Location Adjustment to Handlers			(2,785,704.10)	\$107,541,660.01
Class II— Butterfat	28,124,924	1.3078	36,781,775.63	
Nonfat Solids	34,844,630	0.7578	26,405,260.61	63,187,036.24
Class III— Butterfat	15,521,406	1.3008	20,190,244.90	
Protein	12,437,076	1.9050	23,692,629.89	
Other Solids	23,740,608	0.1416	3,361,670.09	47,244,544.88
Class IV— Butterfat	3,597,745	1.3008	4,679,946.67	
Nonfat Solids	7,589,133	0.7013	5,322,258.96	10,002,205.63
Total Classified Value				\$227,975,446.76
Add: Overage—All Classes				60,653.51
Inventory Reclassification—All Classes				286,384.57
Other Source Receipts	109,995			3,473.93
Less: Producer Component Valuations				(200,800,019.17)
Subtotal				\$27,525,939.60
Add: Location Adjustment to Producers				8,615,159.95
One-half Unobligated Balance—Producer Settlement Fund				863,904.12
Total Pool Milk & Aggregate Value	1,810,137,471			37,005,003.67
Less: Producer Settlement Fund—Reserve				(802,254.19)
Producer Price Differential		\$2.00		36,202,749.48
Statistical Uniform Price		\$13.06		

(Selected pool and price statistics on reverse side)

Erik F. Rasmussen, Market Administrator

Payment Schedule

Payment Dates for the Month of:

August 2006

Payments TO the Producer Settlement Fund due on:	9/15/2006
Payments FROM the Producer Settlement Fund made on:	9/18/2006
Final payments TO a Cooperative Association must be made on:	9/18/2006
Final payments to Producers must be RECEIVED by:	9/19/2006

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	2.00	13.06
Newport News/Portsmouth, VA	3.20	(0.05)	1.95	13.01
New York, NY	3.15	(0.10)	1.90	12.96
Long Valley, NJ	3.10	(0.15)	1.85	12.91
Philadelphia, PA	3.05	(0.20)	1.80	12.86
Agawam, MA/Baltimore, MD	3.00	(0.25)	1.75	12.81
Frederick, MD/New Holland, PA	2.90	(0.35)	1.65	12.71
Mt. Holly Springs, PA	2.80	(0.45)	1.55	12.61
Albany/Binghamton, NY	2.70	(0.55)	1.45	12.51
Middlebury, VT	2.60	(0.65)	1.35	12.41
Syracuse, NY	2.50	(0.75)	1.25	12.31
St. Albans/Swanton, VT	2.40	(0.85)	1.15	12.21
Watertown/Rochester, NY	2.30	(0.95)	1.05	12.11
Buffalo, NY	2.20	(1.05)	0.95	12.01
Jamestown, NY	2.10	(1.15)	0.85	11.91

* 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.

Selected Pool Statistics

Average test of producer receipts:	Butterfat	3.58 %
	True Protein	2.96 %
	Other Solids	5.66 %

Estimated Marketwide Utilization for SEPTEMBER 2006:

	Skim	Butterfat
Class I	47%	25%
Classes II, III, & IV	53%	75%