



United States Department of Agriculture

Agricultural Marketing Service Dairy Programs

# FEDERAL MILK ORDER No. 1 Northeast Marketing Area

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## JULY 2008 POOL PRICE ANNOUNCEMENT

Producer Milk	Percent	Pounds	Minimum Class Price
Class I	40.5	831,107,629	\$24.03
Class II	21.1	432,240,210	16.81
Class III	23.6	484,025,367	18.24
Class IV	14.8	303,157,631	16.60
Total Producer Milk	100.0	2,050,530,837	

Computation of Uniform Price (per cwt @ Suffolk County, MA - Boston)		Class III & Producer Component Prices	
Producer Price Differential	\$2.37	Protein Price	\$4.0025 /lb
Class III Price (@ 3.5% Butterfat)	\$18.24	Butterfat Price	1.6774 /lb
Statistical Uniform Price (@ 3.5% Butterfat)	\$20.61	Other Solids Price	0.0707 /lb
Statistical Uniform Price (@ Average Pool Component Tests)	\$20.59	Nonfat Solids Price	1.2358 /lb

COMPUTATION OF PRODUCER PRICE DIFFERENTIAL				
	Product Pounds	Price per cwt./lb.	Component Value	Total Value
Class I— Skim	815,233,050	\$18.95	154,486,662.98	
Butterfat	15,874,579	1.6411	26,051,771.60	
Less: Location Adjustment to Handlers			(2,681,748.37)	\$177,856,686.25
Class II— Butterfat	30,680,333	1.6844	51,677,952.89	
Nonfat Solids	36,018,833	1.2567	45,264,867.44	96,942,820.33
Class III— Butterfat	17,626,241	1.6774	29,566,256.65	
Protein	14,353,447	4.0025	57,449,671.68	
Other Solids	27,572,606	0.0707	1,949,383.25	88,965,311.58
Class IV— Butterfat	9,137,389	1.6774	15,327,056.30	
Nonfat Solids	26,461,132	1.2358	32,700,666.97	48,027,723.27
<b>Total Classified Value</b>				<b>\$411,792,541.43</b>
Add: Overage—All Classes				107,991.04
Inventory Reclassification—All Classes				193,093.50
Other Source Receipts	72,277 Pounds			4,027.90
<b>Total Pool Value</b>				<b>\$412,097,653.87</b>
Less: Producer Component Valuations @ Class III Component Prices				(373,697,451.46)
<b>Total PPD Value Before Adjustments</b>				<b>\$38,400,202.41</b>
Add: Location Adjustment to Producers				10,264,229.97
One-half Unobligated Balance—Producer Settlement Fund				763,337.16
Less: Producer Settlement Fund—Reserve				(828,475.65)
<b>Total Pool Milk &amp; PPD Value</b>	2,050,603,114 Producer pounds			<b>\$48,599,293.89</b>
<b>Producer Price Differential</b>		<b>\$2.37</b>		
<b>Statistical Uniform Price</b>		<b>\$20.61</b>		

(Selected pool and price statistics on reverse side)

Erik F. Rasmussen, Market Administrator

## Payment Schedule

Payment Dates for the Month of:

JULY 2008

Payments <b>TO</b> the Producer Settlement Fund due on:	08/15/2008
Payments <b>FROM</b> the Producer Settlement Fund made on:	08/18/2008
Final payments <b>TO</b> a Cooperative Association must be made on:	08/18/2008
Final payments to Producers must be <b>RECEIVED</b> by:	08/19/2008

## 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	2.37	20.61
Newport News/Portsmouth, VA	3.20	(0.05)	2.32	20.56
New York, NY	3.15	(0.10)	2.27	20.51
Long Valley, NJ	3.10	(0.15)	2.22	20.46
Philadelphia, PA	3.05	(0.20)	2.17	20.41
Agawam, MA/Baltimore, MD	3.00	(0.25)	2.12	20.36
Frederick, MD/New Holland, PA	2.90	(0.35)	2.02	20.26
Mt. Holly Springs, PA	2.80	(0.45)	1.92	20.16
Albany/Binghamton, NY	2.70	(0.55)	1.82	20.06
Middlebury, VT	2.60	(0.65)	1.72	19.96
Syracuse, NY	2.50	(0.75)	1.62	19.86
St. Albans/Swanton, VT	2.40	(0.85)	1.52	19.76
Watertown/Rochester, NY	2.30	(0.95)	1.42	19.66
Buffalo, NY	2.20	(1.05)	1.32	19.56
Jamestown, NY	2.10	(1.15)	1.22	19.46

\* 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	2.95 %
	Other Solids	5.70 %

Estimated Marketwide Utilization for AUGUST 2008:

	Skim	Butterfat
Class I	43%	23%
Classes II, III, & IV	57%	77%