



United States Department of Agriculture

Agricultural Marketing Service Dairy Programs

FEDERAL MILK ORDER No. 1 Northeast Marketing Area

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JANUARY 2009 POOL PRICE ANNOUNCEMENT

Producer Milk	Percent	Pounds	Minimum Class Price
Class I	44.2	890,941,263	\$18.99
Class II	18.0	362,601,317	10.41
Class III	22.2	448,918,296	10.78
Class IV	15.6	315,717,295	9.59
Total Producer Milk	100.0	2,018,178,171	

Computation of Uniform Price (per cwt @ Suffolk County, MA - Boston)		Class III & Producer Component Prices	
Producer Price Differential	\$3.36	Protein Price	\$2.3638 /lb
Class III Price (@ 3.5% Butterfat)	\$10.78	Butterfat Price	1.1084 /lb
Statistical Uniform Price (@ 3.5% Butterfat)	\$14.14	Other Solids Price	-0.0304 /lb
Statistical Uniform Price (@ Average Pool Component Tests)	\$14.77	Nonfat Solids Price	0.6574 /lb

COMPUTATION OF PRODUCER PRICE DIFFERENTIAL				
	Product Pounds	Price per cwt./lb.	Component Value	Total Value
Class I— Skim	874,387,562	\$14.49	126,698,757.73	
Butterfat	16,553,701	1.4308	23,685,035.39	
Less: Location Adjustment to Handlers			(2,819,931.46)	\$147,563,861.70
Class II— Butterfat	27,168,011	1.1154	30,303,199.47	
Nonfat Solids	30,697,292	0.7489	22,989,202.00	53,292,401.47
Class III— Butterfat	17,413,824	1.1084	19,301,482.53	
Protein	13,953,274	2.3638	32,982,749.10	
Other Solids	25,553,340	(0.0304)	(776,821.52)	51,507,410.11
Class IV— Butterfat	16,063,209	1.1084	17,804,460.89	
Nonfat Solids	27,448,343	0.6574	18,044,540.71	35,849,001.60
Total Classified Value				\$288,212,674.88
Add: Overage—All Classes				28,067.37
Inventory Reclassification—All Classes				6,275.15
Other Source Receipts	265,323 Pounds			19,145.74
Total Pool Value				\$288,266,163.14
Less: Producer Component Valuations @ Class III Component Prices				(230,186,238.83)
Total PPD Value Before Adjustments				\$58,079,924.31
Add: Location Adjustment to Producers				9,700,919.87
One-half Unobligated Balance—Producer Settlement Fund				851,904.31
Less: Producer Settlement Fund—Reserve				(813,047.00)
Total Pool Milk & PPD Value	2,018,443,494 Producer pounds			\$67,819,701.49
Producer Price Differential		\$3.36		
Statistical Uniform Price		\$14.14		

(Selected pool and price statistics on reverse side)

Erik F. Rasmussen, Market Administrator

Payment Schedule

Payment Dates for the Month of:

JANUARY 2009

Payments TO the Producer Settlement Fund due on:	2/17/09
Payments FROM the Producer Settlement Fund made on:	2/18/09
Final payments TO a Cooperative Association must be made on:	2/18/09
Final payments to Producers must be RECEIVED by:	2/19/09

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	3.36	14.14
Newport News/Portsmouth, VA	3.20	(0.05)	3.31	14.09
New York, NY	3.15	(0.10)	3.26	14.04
Long Valley, NJ	3.10	(0.15)	3.21	13.99
Philadelphia, PA	3.05	(0.20)	3.16	13.94
Agawam, MA/Baltimore, MD	3.00	(0.25)	3.11	13.89
Frederick, MD/New Holland, PA	2.90	(0.35)	3.01	13.79
Mt. Holly Springs, PA	2.80	(0.45)	2.91	13.69
Albany/Binghamton, NY	2.70	(0.55)	2.81	13.59
Middlebury, VT	2.60	(0.65)	2.71	13.49
Syracuse, NY	2.50	(0.75)	2.61	13.39
St. Albans/Swanton, VT	2.40	(0.85)	2.51	13.29
Watertown/Rochester, NY	2.30	(0.95)	2.41	13.19
Buffalo, NY	2.20	(1.05)	2.31	13.09
Jamestown, NY	2.10	(1.15)	2.21	12.99

* 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	3.83 %
	True Protein	3.10 %
	Other Solids	5.70 %

Estimated Marketwide Utilization for FEBRUARY 2009:

	Skim	Butterfat
Class I	42%	21%
Classes II, III, & IV	58%	79%