



Agricultural Marketing Service
Dairy Programs

FEDERAL MILK ORDER No. 1 Northeast Marketing Area

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ANNOUNCEMENT OF CLASS I PRICE AND ADVANCED PRICING FACTORS^{1/}

| | <u>August 2008</u> | |
|--|--------------------|-------------------|
| | (dollars) | |
| Class I price @ Suffolk County, MA (Boston) at 3.5% butterfat | 21.72 | per hundredweight |
| Processor Assessment ^{2/} | 0.20 | per hundredweight |
| Total Class I price | 21.92 | per hundredweight |
| Class I skim price @ Boston, MA | 16.30 | per hundredweight |
| Class I butterfat price @ Boston, MA | 1.7129 | per pound |
| Class I skim price @ New York, NY | 16.20 | per hundredweight |
| Class I butterfat price @ New York, NY | 1.7119 | per pound |
| Class I skim price @ Philadelphia, PA | 16.10 | per hundredweight |
| Class I butterfat price @ Philadelphia, PA | 1.7109 | per pound |
| Class II skim price | 11.74 | per hundredweight |
| Class II nonfat solids price | 1.3044 | per pound |
| Advanced pricing factors: | | |
| Base skim milk price for Class I | 13.05 | per hundredweight |
| Advanced butterfat pricing factor | 1.6804 | per pound |
| Advanced Class III skim milk pricing factor | 13.05 | per hundredweight |
| Advanced Class IV skim milk pricing factor | 11.04 | per hundredweight |

| Two-week product price averages (weeks ending 7/5, 7/12): | <u>July 2008</u> | |
|---|------------------|-----------|
| | (dollars) | |
| Butter | 1.5205 | per pound |
| Nonfat dry milk | 1.3957 | per pound |
| Cheese | 1.9792 | per pound |
| Dry whey | 0.2690 | per pound |

^{1/} See Price Formulas at www.ams.usda.gov/dyfmoms/mib/price_form_2007.htm.

^{2/} 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.

Note: Price formulas are available at www.ams.usda.gov/dairy/price_formula.htm.

(Class I price by location on reverse side)

August 2008
Class I Price Information for the Northeast Order

| | | | Prices | | |
|-------------------------------|---------------|-----------------------|----------|-----------|----------|
| | | | Skim | Butterfat | Class I# |
| | | | dollars | | |
| | | | per cwt. | per pound | per cwt. |
| | | Class I Mover Factor: | 13.05 | 1.6804 | 18.47 |
| Selected locations | Differential* | Adjustment | | | |
| Boston, MA | 3.25 | 0.00 | 16.30 | 1.7129 | 21.72 |
| Newport News/Portsmouth, VA | 3.20 | (0.05) | 16.25 | 1.7124 | 21.67 |
| New York, NY | 3.15 | (0.10) | 16.20 | 1.7119 | 21.62 |
| Long Valley, NJ | 3.10 | (0.15) | 16.15 | 1.7114 | 21.57 |
| Philadelphia, PA | 3.05 | (0.20) | 16.10 | 1.7109 | 21.52 |
| Agawam, MA/Baltimore, MD | 3.00 | (0.25) | 16.05 | 1.7104 | 21.47 |
| Frederick, MD/New Holland, PA | 2.90 | (0.35) | 15.95 | 1.7094 | 21.37 |
| Mt. Holly Springs, PA | 2.80 | (0.45) | 15.85 | 1.7084 | 21.27 |
| Albany/Binghamton, NY | 2.70 | (0.55) | 15.75 | 1.7074 | 21.17 |
| Middlebury, VT | 2.60 | (0.65) | 15.65 | 1.7064 | 21.07 |
| Syracuse, NY | 2.50 | (0.75) | 15.55 | 1.7054 | 20.97 |
| St. Albans/Swanton, VT | 2.40 | (0.85) | 15.45 | 1.7044 | 20.87 |
| Watertown/Rochester, NY | 2.30 | (0.95) | 15.35 | 1.7034 | 20.77 |
| Buffalo, NY | 2.20 | (1.05) | 15.25 | 1.7024 | 20.67 |
| Jamestown, NY | 2.10 | (1.15) | 15.15 | 1.7014 | 20.57 |

* 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.

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.).