



Agricultural Marketing Service
Dairy Programs

FEDERAL MILK ORDER No. 1

Northeast Marketing Area

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ANNOUNCEMENT OF CLASS AND COMPONENT PRICES

	<u>June 2001</u>	
	<u>dollars</u>	
Class I price @ <i>Suffolk County, MA (Boston)</i> at 3.5% butterfat ^{1/}	18.240	per hundredweight
Processor Assessment ^{1/2/}	0.200	per hundredweight
Compact Price Regulation		
Over Order Obligation ^{1/3/}	0.000	per hundredweight
Administrative Assessment ^{1/3/}	0.027	per hundredweight
Total Class I price ^{1/}	<u>18.467</u>	per hundredweight
Class II price @ 3.5 % butterfat	16.05	per hundredweight
Class II butterfat price	2.2159	per pound
Class II skim price ^{1/}	8.60	per hundredweight
Class II nonfat solids price ^{1/}	0.9556	per pound
Class III price @ 3.5 % butterfat	15.02	per hundredweight
Class III skim price	7.55	per hundredweight
Class IV price @ 3.5 % butterfat	15.33	per hundredweight
Class IV skim milk price	7.87	per hundredweight
Component prices:		
Butterfat price	2.2089	per pound
Nonfat solids price	0.8748	per pound
Protein price	2.1670	per pound
Other solids price	0.1409	per pound

Product price monthly averages:	<u>dollars</u>	
Butter	1.9263	per pound
Nonfat dry milk	1.0148	per pound
Cheese	1.6211	per pound
Dry whey	0.2764	per pound

^{1/} Previously announced in *Announcement of Class I Price and Advanced Pricing Factors*.

^{2/} The processor assessment is an obligation under the Fluid Milk Promotion Order (7CFR§1160.101 *et seq.*).

^{3/} For handlers subject to Compact Price Regulation authorized under the Northeast Interstate Dairy Compact as approved by 7USC§7256. The Compact Over Order Obligation and accompanying administrative assessment are set forth in 7CFR§1300.1 *et seq.*

* **These prices were computed using the formulas in the U.S. District Court's preliminary injunction order dated January 31, 2001.**

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

(Class I prices by location and Regional Milk Production Costs on reverse side)

JUNE 2001
Class I Price Information for the Northeast Order

Selected locations	Differential*	Adjustment	Prices		
			Skim	Butterfat	Class I#
			per cwt.	per pound	per cwt.
Class I Mover Factor:			7.90	2.1033	14.99
Boston, MA	3.25	0.00	11.15	2.1358	18.24
Newport News/Portsmouth, VA	3.20	(0.05)	11.10	2.1353	18.19
New York, NY	3.15	(0.10)	11.05	2.1348	18.14
Long Valley, NJ	3.10	(0.15)	11.00	2.1343	18.09
Philadelphia, PA	3.05	(0.20)	10.95	2.1338	18.04
Agawam, MA/Baltimore, MD	3.00	(0.25)	10.90	2.1333	17.99
Frederick, MD/New Holland, PA	2.90	(0.35)	10.80	2.1323	17.89
Mt. Holly Springs, PA	2.80	(0.45)	10.70	2.1313	17.79
Albany/Binghamton, NY	2.70	(0.55)	10.60	2.1303	17.69
Middlebury, VT	2.60	(0.65)	10.50	2.1293	17.59
Syracuse, NY	2.50	(0.75)	10.40	2.1283	17.49
St. Albans/Swanton, VT	2.40	(0.85)	10.30	2.1273	17.39
Watertown/Rochester, NY	2.30	(0.95)	10.20	2.1263	17.29
Buffalo, NY	2.20	(1.05)	10.10	2.1253	17.19
Jamestown, NY	2.10	(1.15)	10.00	2.1243	17.09

* 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.), or the Northeast Dairy Compact Over Order Obligation and administrative assessment.

Regional Milk Production Costs, May and June 2001*

Region	Total cash expenses		Total economic cost	
	May**	June	May**	June
dollars per hundredweight				
Northeast	15.56	15.91	20.55	20.85
Southeast	15.18	15.48	18.87	19.18
Upper Midwest	14.05	14.35	18.76	18.99
Corn Belt	15.03	15.32	20.95	21.21
Southern Plains	13.31	13.57	16.64	16.88
Pacific	9.89	10.09	11.59	11.74

* United States Department of Agriculture, Economic Research Service. For further information, contact Sara Short, (202) 694-5588. Regions are defined as: Northeast—New York, Pennsylvania, and Vermont; Southeast—Florida and Georgia; Upper Midwest—Michigan, Minnesota, and Wisconsin; Corn Belt— Iowa, Missouri, and Ohio; Southern Plains—Texas; Pacific—Arizona, California, and Washington.

** Revised from last month due to changes in milk production, producer price indexes, corn market price, and economic indicators for the U.S. economy.