



Agricultural Marketing Service  
Dairy Programs

# FEDERAL MILK ORDER No. 1

## Northeast Marketing Area

89 South Street, Boston, MA 02111-2671

Mailing Address:

P.O. Box 51478

Boston, MA 02205-1478

Tel.: (617) 737-7199 — Fax: (617) 737-8002

email: [MABoston@fedmilk1.com](mailto:MABoston@fedmilk1.com)

website: [www.fmmone.com](http://www.fmmone.com)

Albany:  
One Columbia Circle  
Albany, NY 12203-6379  
Tel.: (518) 452-4410  
Fax: (518) 464-6468  
email: [MAAlbany@fedmilk1.com](mailto:MAAlbany@fedmilk1.com)

Alexandria:  
P.O. Box 25828  
Alexandria, VA 22313-5828  
Tel.: (703) 549-7000  
Fax: (703) 549-7003  
email: [MAAlexandria@fedmilk1.com](mailto:MAAlexandria@fedmilk1.com)

### ANNOUNCEMENT OF CLASS AND COMPONENT PRICES

	<u>November 2003</u>	
	<u>dollars</u>	
Class I price @ Suffolk County, MA (Boston) at 3.5% butterfat <sup>1/</sup>	17.62	per hundredweight
Processor Assessment <sup>1/ 2/</sup>	0.20	per hundredweight
Total Class I price <sup>1/</sup>	17.82	per hundredweight
<b>Class II price @ 3.5 % butterfat</b>	10.99	per hundredweight
<b>Class II butterfat price</b>	1.2947	per pound
Class II skim price <sup>1/</sup>	6.69	per hundredweight
Class II nonfat solids price <sup>1/</sup>	0.7433	per pound
<b>Class III price @ 3.5 % butterfat</b>	13.47	per hundredweight
<b>Class III skim price</b>	9.29	per hundredweight
<b>Class IV price @ 3.5 % butterfat</b>	10.30	per hundredweight
<b>Class IV skim milk price</b>	6.00	per hundredweight
<b>Component prices:</b>		
Butterfat price	1.2877	per pound
Nonfat solids price	0.6663	per pound
Protein price	2.9267	per pound
Other solids price	0.0368	per pound

Product price monthly averages:	<u>dollars</u>	
Butter	1.1881	per pound
Nonfat dry milk	0.8130	per pound
Cheese	1.4941	per pound
Dry whey	0.1947	per pound

### Estimated Utilization Percentages of Producer Milk for December 2003<sup>3/</sup>

	<u>Class I</u>	<u>Class II, III and IV</u>
Butterfat	23	77
Skim Milk	45	55

<sup>1/</sup> Previously announced in *Announcement of Class I Price and Advanced Pricing Factors*.

<sup>2/</sup> 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.

<sup>3/</sup> Utilization percentages for assigning bulk receipts at pool distributing plants from other federal order markets, Section 1000.45(a) of the Order.

**Note: Price formulas are available at [www.ams.usda.gov/dairy/price\\_formula.htm](http://www.ams.usda.gov/dairy/price_formula.htm).**

(Class I prices by location on reverse side)

Erik F. Rasmussen  
Market Administrator

**November 2003**  
**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:			10.33	1.2563	14.37
Boston, MA	3.25	0.00	13.58	1.2888	17.62
Newport News/Portsmouth, VA	3.20	(0.05)	13.53	1.2883	17.57
New York, NY	3.15	(0.10)	13.48	1.2878	17.52
Long Valley, NJ	3.10	(0.15)	13.43	1.2873	17.47
Philadelphia, PA	3.05	(0.20)	13.38	1.2868	17.42
Agawam, MA/Baltimore, MD	3.00	(0.25)	13.33	1.2863	17.37
Frederick, MD/New Holland, PA	2.90	(0.35)	13.23	1.2853	17.27
Mt. Holly Springs, PA	2.80	(0.45)	13.13	1.2843	17.17
Albany/Binghamton, NY	2.70	(0.55)	13.03	1.2833	17.07
Middlebury, VT	2.60	(0.65)	12.93	1.2823	16.97
Syracuse, NY	2.50	(0.75)	12.83	1.2813	16.87
St. Albans/Swanton, VT	2.40	(0.85)	12.73	1.2803	16.77
Watertown/Rochester, NY	2.30	(0.95)	12.63	1.2793	16.67
Buffalo, NY	2.20	(1.05)	12.53	1.2783	16.57
Jamestown, NY	2.10	(1.15)	12.43	1.2773	16.47

\* 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.).

### Regional Milk Production Costs

USDA's Economic Research Service (ERS) has discontinued calculating estimated monthly Cost of Production (COP) for milk effective with data provided on 5/31/02. ERS has recently developed a new approach for computing milk COP estimates using data from the 2000 Agricultural Resource Management Study of dairy farmers. This COP information can be found at [www.ers.usda.gov/data/costsandreturns/testpick.htm](http://www.ers.usda.gov/data/costsandreturns/testpick.htm) under the "milk" selection. For additional information contact Sara Short (202) 694-5588, Jim Johnson (202) 694-5560, or Bill McBride (202) 694-5577.