



Agricultural Marketing Service
Dairy Programs

FEDERAL MILK ORDER No. 1

Northeast Marketing Area

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ANNOUNCEMENT OF CLASS AND COMPONENT PRICES

	<u>December 2006</u>	
	dollars	
Class I price @ Suffolk County, MA (Boston) at 3.5% butterfat ^{1/}	15.68	per hundredweight
Processor Assessment ^{1/ 2/}	0.20	per hundredweight
Total Class I price ^{1/}	15.88	per hundredweight
Class II price @ 3.5 % butterfat	12.55	per hundredweight
Class II butterfat price	1.3551	per pound
Class II skim price ^{1/}	8.09	per hundredweight
Class II nonfat solids price ^{1/}	0.8989	per pound
Class III price @ 3.5 % butterfat	13.47	per hundredweight
Class III skim price	9.07	per hundredweight
Class IV price @ 3.5 % butterfat	12.30	per hundredweight
Class IV skim milk price	7.86	per hundredweight
Component prices:		
Butterfat price	1.3481	per pound
Nonfat solids price	0.8737	per pound
Protein price	2.4388	per pound
Other solids price	0.2564	per pound

Product price monthly averages:	dollars	
Butter	1.2384	per pound
Nonfat dry milk	1.0225	per pound
Cheese	1.3624	per pound
Dry whey	0.4079	per pound

Estimated Utilization Percentages of Producer Milk for January 2007^{3/}

	<u>Class I</u>	<u>Class II, III and IV</u>
Butterfat	22	78
Skim Milk	43	57

^{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.*). 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.

^{3/} 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.

(Class I prices by location on reverse side)

Erik F. Rasmussen
Market Administrator

December 2006
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:			7.89	1.3770	12.43
Boston, MA	3.25	0.00	11.14	1.4095	15.68
Newport News/Portsmouth, VA	3.20	(0.05)	11.09	1.4090	15.63
New York, NY	3.15	(0.10)	11.04	1.4085	15.58
Long Valley, NJ	3.10	(0.15)	10.99	1.4080	15.53
Philadelphia, PA	3.05	(0.20)	10.94	1.4075	15.48
Agawam, MA/Baltimore, MD	3.00	(0.25)	10.89	1.4070	15.43
Frederick, MD/New Holland, PA	2.90	(0.35)	10.79	1.4060	15.33
Mt. Holly Springs, PA	2.80	(0.45)	10.69	1.4050	15.23
Albany/Binghamton, NY	2.70	(0.55)	10.59	1.4040	15.13
Middlebury, VT	2.60	(0.65)	10.49	1.4030	15.03
Syracuse, NY	2.50	(0.75)	10.39	1.4020	14.93
St. Albans/Swanton, VT	2.40	(0.85)	10.29	1.4010	14.83
Watertown/Rochester, NY	2.30	(0.95)	10.19	1.4000	14.73
Buffalo, NY	2.20	(1.05)	10.09	1.3990	14.63
Jamestown, NY	2.10	(1.15)	9.99	1.3980	14.53

* 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.).