



Agricultural Marketing Service
Dairy Programs

FEDERAL MILK ORDER No. 1

Northeast Marketing Area

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ANNOUNCEMENT OF CLASS AND COMPONENT PRICES^{1/3/}

	<u>September 2008</u>	
	dollars	
Class I price @ Suffolk County, MA (Boston) at 3.5% butterfat ^{2/}	20.90	per hundredweight
Processor Assessment ^{2/ 4/}	0.20	per hundredweight
Total Class I price ^{2/}	21.10	per hundredweight
Class II price @ 3.5 % butterfat	17.58	per hundredweight
Class II butterfat price	1.8266	per pound
Class II skim price ^{2/}	11.59	per hundredweight
Class II nonfat solids price ^{2/}	1.2878	per pound
Class III price @ 3.5 % butterfat	16.28	per hundredweight
Class III skim price	10.27	per hundredweight
Class IV price @ 3.5 % butterfat	15.45	per hundredweight
Class IV skim milk price	9.41	per hundredweight
Component prices:		
Butterfat price	1.8196	per pound
Nonfat solids price	1.0455	per pound
Protein price	3.2689	per pound
Other solids price	0.0234	per pound

Product price monthly averages:	dollars	
Butter	1.6365	per pound
Nonfat dry milk	1.2131	per pound
Cheese	1.7773	per pound
Dry whey	0.2183	per pound

Estimated Utilization Percentages of Producer Milk for October 2008^{5/}

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

^{1/} See Price Formulas at www.ams.usda.gov/DairyMarketStatistics; then select "Prices"; and then select "Price Formulas - 2008".

^{2/} Previously announced in *Announcement of Class I Price and Advanced Pricing Factors*.

^{3/} **The manufacturing allowances and butterfat yield factor used to compute the Class II, Class III, Class IV, and component prices in this announcement are those published in the Federal Register on December 29, 2006 (71 FR 78333). All future computations of advance Class I and Class II skim prices and pricing factors, and Class II, Class III, Class IV, and component prices will use the revised manufacturing allowances and butterfat yield factor contained in the Interim Final Rule published in the Federal Register July 31, 2008 (73 FR 44617).**

^{4/} The processor assessment is an obligation under the Fluid Milk Promotion Order (7CFR§1160.101et 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.

^{5/} Utilization percentages for assigning bulk receipts at pool distributing plants from other federal order markets, Section 1000.45(a) of the Order.

(Class I prices by location on reverse side)

Erik F. Rasmussen
Market Administrator

September 2008
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:			11.98	1.7411	17.65
Boston, MA	3.25	0.00	15.23	1.7736	20.90
Newport News/Portsmouth, VA	3.20	(0.05)	15.18	1.7731	20.85
New York, NY	3.15	(0.10)	15.13	1.7726	20.80
Long Valley, NJ	3.10	(0.15)	15.08	1.7721	20.75
Philadelphia, PA	3.05	(0.20)	15.03	1.7716	20.70
Agawam, MA/Baltimore, MD	3.00	(0.25)	14.98	1.7711	20.65
Frederick, MD/New Holland, PA	2.90	(0.35)	14.88	1.7701	20.55
Mt. Holly Springs, PA	2.80	(0.45)	14.78	1.7691	20.45
Albany/Binghamton, NY	2.70	(0.55)	14.68	1.7681	20.35
Middlebury, VT	2.60	(0.65)	14.58	1.7671	20.25
Syracuse, NY	2.50	(0.75)	14.48	1.7661	20.15
St. Albans/Swanton, VT	2.40	(0.85)	14.38	1.7651	20.05
Watertown/Rochester, NY	2.30	(0.95)	14.28	1.7641	19.95
Buffalo, NY	2.20	(1.05)	14.18	1.7631	19.85
Jamestown, NY	2.10	(1.15)	14.08	1.7621	19.75

* 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.).