



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>October 2008</u>	
	<u>dollars</u>	
Class I price @ Suffolk County, MA (Boston) at 3.5% butterfat ^{2/}	18.78	per hundredweight
Processor Assessment ^{2/ 4/}	0.20	per hundredweight
Total Class I price ^{2/}	<u>18.98</u>	per hundredweight
Class II price @ 3.5 % butterfat	16.60	per hundredweight
Class II butterfat price	1.8577	per pound
Class II skim price ^{2/}	10.46	per hundredweight
Class II nonfat solids price ^{2/}	1.1622	per pound
Class III price @ 3.5 % butterfat	17.06	per hundredweight
Class III skim price	10.97	per hundredweight
Class IV price @ 3.5 % butterfat	13.62	per hundredweight
Class IV skim milk price	7.40	per hundredweight
Component prices:		
Butterfat price	1.8507	per pound
Nonfat solids price	0.8226	per pound
Protein price	3.5490	per pound
Other solids price	(0.0047)	per pound

Product price monthly averages:	<u>dollars</u>	
Butter	1.6997	per pound
Nonfat dry milk	0.9987	per pound
Cheese	1.9065	per pound
Dry whey	0.1945	per pound

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

	<u>Class I</u>	<u>Class II, III and IV</u>
Butterfat	23	77
Skim Milk	46	54

^{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, as well as future computations of Class II, Class III, Class IV, and component prices factors, and Federal order minimum 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§1160.101~~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.

^{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

October 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:			9.76	1.7451	15.53
Boston, MA	3.25	0.00	13.01	1.7776	18.78
Newport News/Portsmouth, VA	3.20	(0.05)	12.96	1.7771	18.73
New York, NY	3.15	(0.10)	12.91	1.7766	18.68
Long Valley, NJ	3.10	(0.15)	12.86	1.7761	18.63
Philadelphia, PA	3.05	(0.20)	12.81	1.7756	18.58
Agawam, MA/Baltimore, MD	3.00	(0.25)	12.76	1.7751	18.53
Frederick, MD/New Holland, PA	2.90	(0.35)	12.66	1.7741	18.43
Mt. Holly Springs, PA	2.80	(0.45)	12.56	1.7731	18.33
Albany/Binghamton, NY	2.70	(0.55)	12.46	1.7721	18.23
Middlebury, VT	2.60	(0.65)	12.36	1.7711	18.13
Syracuse, NY	2.50	(0.75)	12.26	1.7701	18.03
St. Albans/Swanton, VT	2.40	(0.85)	12.16	1.7691	17.93
Watertown/Rochester, NY	2.30	(0.95)	12.06	1.7681	17.83
Buffalo, NY	2.20	(1.05)	11.96	1.7671	17.73
Jamestown, NY	2.10	(1.15)	11.86	1.7661	17.63

* 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.).