



United States Department of Agriculture

Agricultural Marketing Service Dairy Programs

FEDERAL MILK ORDER No. 1 Northeast Marketing Area

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DECEMBER 2003 POOL PRICE ANNOUNCEMENT

Producer Milk	Percent	Pounds	Minimum Class Price
Class I	46.6	938,650,753	\$17.09
Class II	16.3	328,708,417	11.30
Class III	28.0	564,142,430	11.87
Class IV	9.1	183,327,916	10.52
Total Producer Milk	100.0	2,014,829,516	

Producer Price Differential	\$2.52 /cwt. @ Suffolk County, MA (Boston)
Statistical Uniform Price	\$14.39 /cwt. @ Suffolk County, MA (Boston)

Protein Price	\$2.2997 /lb.
Butterfat Price	1.3688 /lb.
Other Solids Price	0.0362 /lb.
Nonfat Solids Price	0.6603 /lb.

COMPUTATION OF PRODUCER PRICE DIFFERENTIAL

	Product Pounds	Price per cwt./lb.	Component Value	Total Value
Class I— Skim	918,042,311	\$12.95	118,886,479.27	
Butterfat	20,608,442	1.3131	27,060,945.19	
Less: Location Adjustment to Handlers			(2,923,840.86)	\$143,023,583.60
Class II— Butterfat	25,500,257	1.3758	35,083,253.59	
Nonfat Solids	27,632,118	0.7467	20,632,902.51	55,716,156.10
Class III— Butterfat	21,532,455	1.3688	29,473,624.37	
Protein	17,406,940	2.2997	40,030,739.94	
Other Solids	31,964,337	0.0362	1,157,109.03	70,661,473.34
Class IV— Butterfat	8,194,373	1.3688	11,216,457.79	
Nonfat Solids	15,974,430	0.6603	10,547,916.14	21,764,373.93
Total Classified Value				\$291,165,586.97
Add: Overage—All Classes				71,113.96
Inventory Reclassification—All Classes				302,506.83
Other Source Receipts	55,522			3,031.50
Less: Producer Component Valuations				(251,266,943.08)
Subtotal				\$40,275,296.18
Add: Location Adjustment to Producers				9,912,844.16
One-half Unobligated Balance—Producer Settlement Fund				1,583,476.21
Total Pool Milk & Aggregate Value	2,014,885,038			51,771,616.55
Less: Producer Settlement Fund—Reserve				(996,513.58)
Producer Price Differential		\$2.52		50,775,102.97
Statistical Uniform Price		\$14.39		

(Selected pool and price statistics on reverse side)

DECEMBER 2003

Selected Pool Statistics

Average test of producer receipts:	Butterfat	3.76 %
	True Protein	3.09 %
	Other Solids	5.68 %

Estimated Marketwide Utilization for JANUARY 2004:

	Skim	Butterfat
Class I	45%	23%
Classes II, III, & IV	55%	77%

Producer Price Differential and Statistical Uniform Price, by Location

Selected Locations	Differential*	Adjustment	Producer Price Differential	Statistical # Uniform Price
	dollars per hundredweight			
Boston, MA	3.25	0.00	2.52	14.39
Newport News/Portsmouth, VA	3.20	(0.05)	2.47	14.34
New York, NY	3.15	(0.10)	2.42	14.29
Long Valley, NJ	3.10	(0.15)	2.37	14.24
Philadelphia, PA	3.05	(0.20)	2.32	14.19
Agawam, MA/Baltimore, MD	3.00	(0.25)	2.27	14.14
Frederick, MD/New Holland, PA	2.90	(0.35)	2.17	14.04
Mt. Holly Springs, PA	2.80	(0.45)	2.07	13.94
Albany/Binghamton, NY	2.70	(0.55)	1.97	13.84
Middlebury, VT	2.60	(0.65)	1.87	13.74
Syracuse, NY	2.50	(0.75)	1.77	13.64
St. Albans/Swanton, VT	2.40	(0.85)	1.67	13.54
Watertown/Rochester, NY	2.30	(0.95)	1.57	13.44
Buffalo, NY	2.20	(1.05)	1.47	13.34
Jamestown, NY	2.10	(1.15)	1.37	13.24

* Differentials listed apply to states included in the Northeast marketing area. Outside of this area, differentials and prices may be above or below this range. Cities listed are for reference purposes only.

Prices apply on a county basis. Prices at 3.5 percent butterfat, 2.99 percent protein, and 5.69 percent other solids.