



United States Department of Agriculture

Agricultural Marketing Service Dairy Programs

FEDERAL MILK ORDER No. 1 Northeast Marketing Area

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FEBRUARY 2004 POOL PRICE ANNOUNCEMENT

Producer Milk	Percent	Pounds	Minimum Class Price
Class I	43.6	828,222,597	\$14.84
Class II	18.5	352,575,518	12.90
Class III	28.8	548,195,445	11.89
Class IV	9.1	172,360,626	12.21
Total Producer Milk	100.0	1,901,354,186	

Producer Price Differential	\$2.06 /cwt. @ Suffolk County, MA (Boston)
Statistical Uniform Price	\$13.95 /cwt. @ Suffolk County, MA (Boston)

Protein Price	\$1.7911 /lb.
Butterfat Price	1.8518 /lb.
Other Solids Price	0.0090 /lb.
Nonfat Solids Price	0.6597 /lb.

COMPUTATION OF PRODUCER PRICE DIFFERENTIAL

	Product Pounds	Price per cwt./lb.	Component Value	Total Value
Class I— Skim	811,366,436	\$9.80	79,513,910.73	
Butterfat	16,856,161	1.5369	25,906,233.84	
Less: Location Adjustment to Handlers			(2,641,959.27)	\$102,778,185.35
Class II— Butterfat	24,993,292	1.8588	46,457,531.19	
Nonfat Solids	29,673,111	0.7367	21,860,180.86	68,317,712.05
Class III— Butterfat	20,967,097	1.8518	38,826,870.20	
Protein	16,796,372	1.7911	30,083,981.92	
Other Solids	30,965,027	0.0090	278,685.29	69,189,537.41
Class IV— Butterfat	8,267,215	1.8518	15,309,228.76	
Nonfat Solids	14,881,963	0.6597	9,817,630.96	25,126,859.72
Total Classified Value				\$265,412,294.53
Add: Overage—All Classes				103,475.80
Inventory Reclassification—All Classes				498,441.35
Other Source Receipts	47,286			1,910.36
Less: Producer Component Valuations				(237,235,620.54)
Subtotal				\$28,780,501.50
Add: Location Adjustment to Producers				9,398,797.92
One-half Unobligated Balance—Producer Settlement Fund				1,917,154.63
Total Pool Milk & Aggregate Value	1,901,401,472			40,096,454.05
Less: Producer Settlement Fund—Reserve				(927,583.69)
Producer Price Differential		\$2.06		39,168,870.36
Statistical Uniform Price		\$13.95		

(Selected pool and price statistics on reverse side)

FEBRUARY 2004

Selected Pool Statistics

Average test of producer receipts:	Butterfat	3.74 %
	True Protein	3.07 %
	Other Solids	5.66 %

Estimated Marketwide Utilization for March 2004:

	<u>Skim</u>	<u>Butterfat</u>
Class I	42%	22%
Classes II, III, & IV	58%	78%

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	2.06	13.95
Newport News/Portsmouth, VA	3.20	(0.05)	2.01	13.90
New York, NY	3.15	(0.10)	1.96	13.85
Long Valley, NJ	3.10	(0.15)	1.91	13.80
Philadelphia, PA	3.05	(0.20)	1.86	13.75
Agawam, MA/Baltimore, MD	3.00	(0.25)	1.81	13.70
Frederick, MD/New Holland, PA	2.90	(0.35)	1.71	13.60
Mt. Holly Springs, PA	2.80	(0.45)	1.61	13.50
Albany/Binghamton, NY	2.70	(0.55)	1.51	13.40
Middlebury, VT	2.60	(0.65)	1.41	13.30
Syracuse, NY	2.50	(0.75)	1.31	13.20
St. Albans/Swanton, VT	2.40	(0.85)	1.21	13.10
Watertown/Rochester, NY	2.30	(0.95)	1.11	13.00
Buffalo, NY	2.20	(1.05)	1.01	12.90
Jamestown, NY	2.10	(1.15)	0.91	12.80

* 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.