



United States Department of Agriculture

Agricultural Marketing Service Dairy Programs

FEDERAL MILK ORDER No. 1 Northeast Marketing Area

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JULY 2004 POOL PRICE ANNOUNCEMENT

Producer Milk	Percent	Pounds	Minimum Class Price
Class I	43.4	865,366,308	\$21.20
Class II	19.2	383,025,504	14.00
Class III	25.0	499,088,940	14.85
Class IV	12.4	248,513,606	13.31
Total Producer Milk	100.0	1,995,994,358	

Producer Price Differential	\$2.79 /cwt. @ Suffolk County, MA (Boston)
Statistical Uniform Price	\$17.64 /cwt. @ Suffolk County, MA (Boston)

Protein Price	\$2.3625 /lb.
Butterfat Price	2.0543 /lb.
Other Solids Price	0.1048 /lb.
Nonfat Solids Price	0.7042 /lb.

COMPUTATION OF PRODUCER PRICE DIFFERENTIAL

	Product Pounds	Price per cwt./lb.	Component Value	Total Value
Class I— Skim	847,638,573	\$14.20	120,364,677.37	
Butterfat	17,727,735	2.1413	37,960,398.96	
Less: Location Adjustment to Handlers			(2,676,183.63)	\$155,648,892.70
Class II— Butterfat	28,284,360	2.0613	58,302,551.22	
Nonfat Solids	31,722,526	0.7811	24,778,465.06	83,081,016.28
Class III— Butterfat	17,895,152	2.0543	36,762,010.75	
Protein	14,751,466	2.3625	34,850,338.47	
Other Solids	28,262,550	0.1048	2,961,915.24	74,574,264.46
Class IV— Butterfat	6,853,481	2.0543	14,079,105.99	
Nonfat Solids	21,636,522	0.7042	15,236,438.79	29,315,544.78
Total Classified Value				\$342,619,718.22
Add: Overage—All Classes				40,774.12
Inventory Reclassification—All Classes				80,982.59
Other Source Receipts	127,800			7,789.21
Less: Producer Component Valuations				(296,602,354.71)
Subtotal				\$46,146,909.43
Add: Location Adjustment to Producers				9,846,232.71
One-half Unobligated Balance—Producer Settlement Fund				579,922.10
Total Pool Milk & Aggregate Value	1,996,122,158			56,573,064.24
Less: Producer Settlement Fund—Reserve				(881,255.99)
Producer Price Differential		\$2.79		55,691,808.25
Statistical Uniform Price		\$17.64		

(Selected pool and price statistics on reverse side)

JULY 2004

Selected Pool Statistics

Average test of producer receipts:	Butterfat	3.55 %
	True Protein	2.96 %
	Other Solids	5.67 %

Estimated Marketwide Utilization for AUGUST 2004:

	Skim	Butterfat
Class I	46%	25%
Classes II, III, & IV	54%	75%

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	2.79	17.64
Newport News/Portsmouth, VA	3.20	(0.05)	2.74	17.59
New York, NY	3.15	(0.10)	2.69	17.54
Long Valley, NJ	3.10	(0.15)	2.64	17.49
Philadelphia, PA	3.05	(0.20)	2.59	17.44
Agawam, MA/Baltimore, MD	3.00	(0.25)	2.54	17.39
Frederick, MD/New Holland, PA	2.90	(0.35)	2.44	17.29
Mt. Holly Springs, PA	2.80	(0.45)	2.34	17.19
Albany/Binghamton, NY	2.70	(0.55)	2.24	17.09
Middlebury, VT	2.60	(0.65)	2.14	16.99
Syracuse, NY	2.50	(0.75)	2.04	16.89
St. Albans/Swanton, VT	2.40	(0.85)	1.94	16.79
Watertown/Rochester, NY	2.30	(0.95)	1.84	16.69
Buffalo, NY	2.20	(1.05)	1.74	16.59
Jamestown, NY	2.10	(1.15)	1.64	16.49

* 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.