



United States Department of Agriculture

Agricultural Marketing Service Dairy Programs

# FEDERAL MILK ORDER No. 1 Northeast Marketing Area

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## DECEMBER 2004 POOL PRICE ANNOUNCEMENT

Producer Milk	Percent	Pounds	Minimum Class Price
Class I	49.5	937,916,690	\$17.68
Class II	17.3	327,455,567	13.98
Class III	22.2	420,586,339	16.14
Class IV	11.0	207,712,050	13.42
<b>Total Producer Milk</b>	<b>100.0</b>	<b>1,893,670,646</b>	

<b>Producer Price Differential</b>	<b>\$0.29 /cwt. @ Suffolk County, MA (Boston)</b>
<b>Statistical Uniform Price</b>	<b>\$16.43 /cwt. @ Suffolk County, MA (Boston)</b>

Protein Price	\$2.8486 /lb.
Butterfat Price	2.0366 /lb.
Other Solids Price	0.0858 /lb.
Nonfat Solids Price	0.7240 /lb.

### COMPUTATION OF PRODUCER PRICE DIFFERENTIAL

	Product Pounds	Price per cwt./lb.	Component Value	Total Value
Class I— Skim	918,162,590	\$11.37	104,395,086.48	
Butterfat	19,754,100	1.9159	37,846,880.19	
Less: Location Adjustment to Handlers			(2,935,486.86)	\$139,306,479.84
Class II— Butterfat	25,709,452	2.0436	52,539,836.14	
Nonfat Solids	27,449,968	0.7856	21,564,694.83	74,104,530.97
Class III— Butterfat	16,447,688	2.0366	33,497,361.38	
Protein	13,019,300	2.8486	37,086,777.98	
Other Solids	23,765,238	0.0858	2,039,057.42	72,623,196.78
Class IV— Butterfat	9,233,824	2.0366	18,805,605.99	
Nonfat Solids	18,074,375	0.7240	13,085,847.53	<u>31,891,453.52</u>
<b>Total Classified Value</b>				<b>\$317,925,661.11</b>
Add: Overage—All Classes				95,399.65
Inventory Reclassification—All Classes				214,151.58
Other Source Receipts	32,624			469.88
Less: Producer Component Valuations				<u>(321,128,328.97)</u>
<b>Subtotal</b>				<b>(\$2,892,646.75)</b>
Add: Location Adjustment to Producers				8,799,945.84
One-half Unobligated Balance—Producer Settlement Fund				<u>457,032.49</u>
<b>Total Pool Milk &amp; Aggregate Value</b>	<b>1,893,703,270</b>			<b>6,364,331.58</b>
Less: Producer Settlement Fund—Reserve				<u>(872,592.14)</u>
<b>Producer Price Differential</b>		<b>\$0.29</b>		<b>5,491,739.44</b>
<b>Statistical Uniform Price</b>		<b>\$16.43</b>		

(Selected pool and price statistics on reverse side)

**DECEMBER 2004**

**Selected Pool Statistics**

Average test of producer receipts:	Butterfat	3.76 %
	True Protein	3.10 %
	Other Solids	5.66 %

Estimated Marketwide Utilization for JANUARY 2005:

	<u>Skim</u>	<u>Butterfat</u>
Class I	48%	26%
Classes II, III, & IV	52%	74%

**Producer Price Differential and Statistical Uniform Price, by Location**

<u>Selected Locations</u>	<u>Differential*</u>	<u>Adjustment</u>	<u>Producer Price Differential</u>	<u>Statistical # Uniform Price</u>
	dollars per hundredweight			
Boston, MA	3.25	0.00	0.29	16.43
Newport News/Portsmouth, VA	3.20	(0.05)	0.24	16.38
New York, NY	3.15	(0.10)	0.19	16.33
Long Valley, NJ	3.10	(0.15)	0.14	16.28
Philadelphia, PA	3.05	(0.20)	0.09	16.23
Agawam, MA/Baltimore, MD	3.00	(0.25)	0.04	16.18
Frederick, MD/New Holland, PA	2.90	(0.35)	(0.06)	16.08
Mt. Holly Springs, PA	2.80	(0.45)	(0.16)	15.98
Albany/Binghamton, NY	2.70	(0.55)	(0.26)	15.88
Middlebury, VT	2.60	(0.65)	(0.36)	15.78
Syracuse, NY	2.50	(0.75)	(0.46)	15.68
St. Albans/Swanton, VT	2.40	(0.85)	(0.56)	15.58
Watertown/Rochester, NY	2.30	(0.95)	(0.66)	15.48
Buffalo, NY	2.20	(1.05)	(0.76)	15.38
Jamestown, NY	2.10	(1.15)	(0.86)	15.28

\* 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.