



United States Department of Agriculture

Agricultural Marketing Service Dairy Programs

# FEDERAL MILK ORDER No. 1 Northeast Marketing Area

89 South Street, Boston MA 02111-2671

Mailing Address:

P.O. Box 51478

Boston, MA 02205-1478

Tel.: (617) 737-7199 — Fax: (617) 737-8002

email: [MABoston@fedmilk1.com](mailto:MABoston@fedmilk1.com)

website: [www.fmmone.com](http://www.fmmone.com)

Albany:  
302A Washington Avenue Ext.  
Albany, NY 12203-7303  
Tel.: (518) 452-4410  
Fax: (518) 464-6468  
email: [MAAlbany@fedmilk1.com](mailto:MAAlbany@fedmilk1.com)

Alexandria:  
P.O. Box 25828  
Alexandria, VA 22313-5828  
Tel.: (703) 549-7000  
Fax: (703) 549-7003  
email: [MAAlexandria@fedmilk1.com](mailto:MAAlexandria@fedmilk1.com)

## AUGUST 2008 POOL PRICE ANNOUNCEMENT

Producer Milk	Percent	Pounds	Minimum Class Price
Class I	42.1	835,115,077	\$21.72
Class II	21.9	434,618,292	17.45
Class III	22.9	452,808,414	17.32
Class IV	13.1	259,199,796	16.64
Total Producer Milk	100.0	1,981,741,579	

Computation of Uniform Price (per cwt @ Suffolk County, MA - Boston)		Class III & Producer Component Prices	
Producer Price Differential	<b>\$2.18</b>	Protein Price	\$3.6497 /lb
Class III Price (@ 3.5% Butterfat)	<b>\$17.32</b>	Butterfat Price	1.7413 /lb
Statistical Uniform Price (@ 3.5% Butterfat)	<b>\$19.50</b>	Other Solids Price	0.0529 /lb
Statistical Uniform Price (@ Average Pool Component Tests)	<b>\$19.76</b>	Nonfat Solids Price	1.2147 /lb

COMPUTATION OF PRODUCER PRICE DIFFERENTIAL				
	Product Pounds	Price per cwt./lb.	Component Value	Total Value
Class I— Skim	818,902,761	\$16.30	133,481,150.04	
Butterfat	16,212,316	1.7129	27,770,076.08	
Less: Location Adjustment to Handlers			(2,691,822.63)	\$158,559,403.54
Class II— Butterfat	29,239,199	1.7483	51,118,891.62	
Nonfat Solids	36,578,124	1.3044	47,712,504.96	98,831,396.58
Class III— Butterfat	17,313,410	1.7413	30,147,840.86	
Protein	13,622,789	3.6497	49,719,093.04	
Other Solids	25,686,657	0.0529	1,358,824.16	81,225,758.06
Class IV— Butterfat	8,905,307	1.7413	15,506,811.08	
Nonfat Solids	22,656,266	1.2147	27,520,566.29	43,027,377.37
<b>Total Classified Value</b>				<b>\$381,643,935.55</b>
Add: Overage—All Classes				69,155.09
Inventory Reclassification—All Classes				134,871.27
Other Source Receipts	49,576 Pounds			2,054.33
<b>Total Pool Value</b>				<b>\$381,850,016.24</b>
Less: Producer Component Valuations @ Class III Component Prices				(348,307,639.44)
<b>Total PPD Value Before Adjustments</b>				<b>\$33,542,376.80</b>
Add: Location Adjustment to Producers				9,742,495.69
One-half Unobligated Balance—Producer Settlement Fund				753,891.64
Less: Producer Settlement Fund—Reserve				(835,716.97)
<b>Total Pool Milk &amp; PPD Value</b>	1,981,791,155 Producer pounds			<b>\$43,203,047.16</b>
<b>Producer Price Differential</b>		<b>\$2.18</b>		
<b>Statistical Uniform Price</b>		<b>\$19.50</b>		

(Selected pool and price statistics on reverse side)

Erik F. Rasmussen, Market Administrator

## Payment Schedule

Payment Dates for the Month of:

AUGUST 2008

Payments <b>TO</b> the Producer Settlement Fund due on:	09/17/2008
Payments <b>FROM</b> the Producer Settlement Fund made on:	09/18/2008
Final payments <b>TO</b> a Cooperative Association must be made on:	09/18/2008
Final payments to Producers must be <b>RECEIVED</b> by:	09/19/2008

## 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	2.18	19.50
Newport News/Portsmouth, VA	3.20	(0.05)	2.13	19.45
New York, NY	3.15	(0.10)	2.08	19.40
Long Valley, NJ	3.10	(0.15)	2.03	19.35
Philadelphia, PA	3.05	(0.20)	1.98	19.30
Agawam, MA/Baltimore, MD	3.00	(0.25)	1.93	19.25
Frederick, MD/New Holland, PA	2.90	(0.35)	1.83	19.15
Mt. Holly Springs, PA	2.80	(0.45)	1.73	19.05
Albany/Binghamton, NY	2.70	(0.55)	1.63	18.95
Middlebury, VT	2.60	(0.65)	1.53	18.85
Syracuse, NY	2.50	(0.75)	1.43	18.75
St. Albans/Swanton, VT	2.40	(0.85)	1.33	18.65
Watertown/Rochester, NY	2.30	(0.95)	1.23	18.55
Buffalo, NY	2.20	(1.05)	1.13	18.45
Jamestown, NY	2.10	(1.15)	1.03	18.35

\* 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.

## Selected Pool Statistics

Average test of producer receipts:	Butterfat	3.62 %
	True Protein	3.01 %
	Other Solids	5.69 %

Estimated Marketwide Utilization for SEPTEMBER 2008:

	Skim	Butterfat
Class I	44%	23%
Classes II, III, & IV	56%	77%