



United States Department of Agriculture

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

website: www.fmmone.com

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

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

Agricultural Marketing Service
Dairy Programs

MAY 2008 MONTHLY STATISTICAL REPORT

RECEIPTS AND UTILIZATION OF FLUID MILK PRODUCTS AND CREAM BY POOL PLANTS*

	May 2008	May 2007	% Change
	pounds		daily avg.
Receipts of Fluid Milk Products and Cream			
Producers	2,085,676,117	1,988,442,102	4.9
Other Sources	57,431,440	76,860,181	(25.3)
Fortification and Recon. (Skim Equivalent)	12,713,173	9,339,534	36.1
Overages	286,944	371,789	(22.8)
Beginning Inventory	172,776,348	181,127,978	(4.6)
Total Receipts	2,328,884,022	2,256,141,584	3.2
Average Daily Producer Receipts	67,279,875	64,143,294	4.9
Utilization of Fluid Milk Products and Cream from Producer Receipts and Other Sources			
Class I Milk:			
Marketing Area	858,123,916	858,755,736	(0.1)
Other Federal Markets	34,035,313	37,278,824	(8.7)
Non-Federal Markets	92,870,433	92,111,034	0.8
Total Class I Milk	985,029,662	988,145,594	(0.3)
Total Class II Milk	449,424,290	467,796,100	(3.9)
Total Class III Milk	420,706,629	474,818,815	(11.4)
Total Class IV Milk	467,377,548	317,031,609	47.4
Total Milk Assigned to Minimum price	6,345,893	8,349,466	(24.0)
Total Utilization	2,328,884,022	2,256,141,584	3.2
Average Daily Class I Use	31,775,150	31,875,664	(0.3)
Average Component Tests of Producer Receipts			
			% point
Butterfat	3.67%	3.63%	0.04
True Protein	3.03%	3.01%	0.02
Other Solids	5.73%	5.71%	0.02

* Product pounds based on reports of handlers.

HANDLERS WITH UNPAID CURRENT POOL OBLIGATION

<u>Name</u>	<u>Location</u>
Ahava of California LLC dba North Country Manufacturing	Lowville, NY
Midland Farms, Inc.	Menands, NY

UTILIZATION OF FLUID MILK PRODUCTS AND CREAM BY POOL PLANTS

	May 2008 pounds	Butterfat percent	May 2007 pounds	Butterfat percent
Class I Milk				
Whole Milk	257,414,336	3.27	263,709,019	3.26
Reduced Fat – 2% Plain	187,381,938	1.87	176,494,771	1.88
Reduced Fat – 2% Fortified	2,371,946	2.13	2,332,686	1.78
Lowfat – 1% Plain	142,126,407	0.98	135,105,372	0.97
Lowfat – 1% Fortified	1,432,163	1.01	2,754,269	1.09
FatFree Plain	114,688,996	0.10	111,526,635	0.10
FatFree Fortified	11,141,338	0.09	11,873,208	0.11
Flavored Milk and Drinks	55,403,152	1.10	58,698,242	1.17
Buttermilk and Eggnog	2,593,121	1.01	2,618,745	0.99
Shrinkage, Overages & Interhandler Difference	(3,618,317)	N/A	(2,397,632)	N/A
Ending Inventory	87,188,836	1.68	96,040,421	1.73
Total Class I <i>in</i> Marketing Area	858,123,916	1.87	858,755,736	1.88
Class I <i>out of</i> Marketing Area	126,905,746	1.76	129,389,858	1.77
Total Class I Utilization	985,029,662	1.86	988,145,594	1.87
Class II Milk**				
Packaged Cream	88,705,051	17.97	86,075,891	18.19
Nonpool Bulk	31,276,665	5.30	36,039,738	2.80
Bakery, Candy, and Soup Products	48,559,559	3.66	51,373,161	3.85
Cottage Cheese	51,408,111	0.67	51,426,745	0.67
Ricotta Cheese	8,860,904	5.00	13,859,621	5.30
Sour Cream and Aerated Cream	18,672,729	12.03	17,999,949	12.53
Yogurt and Eggnog	31,650,562	1.62	31,618,919	1.60
Ice Cream, Desserts, Condensed, and Mixes	170,526,449	6.41	163,288,154	6.64
Shrinkage, Overages & Interhandler Difference	(235,740)	N/A	16,113,922	3.88
Total Class II Utilization	449,424,290	7.54	467,796,100	7.25
Class III Milk**				
Nonpool Bulk and Condensed Products	3,553,880	6.81	3,805,076	4.14
American-Type Cheeses	125,154,951	3.32	152,621,780	3.36
Cream Cheese	58,989,681	10.51	51,284,129	9.38
Italian-Type Cheeses	208,594,348	3.20	245,024,679	2.93
Swiss and Other-Type Cheeses	24,322,230	3.41	22,005,247	3.00
Shrinkage, Overages & Interhandler Difference	91,539	41.33	77,904	51.68
Total Class III Utilization	420,706,629	4.31	474,818,815	3.79
Class IV Milk**				
Nonpool Bulk	62,757,620	4.86	31,774,888	7.47
Condensed Products	30,062,599	2.42	21,663,884	2.58
Butter	18,181,987	38.54	15,401,096	39.28
Dried Milk Products	260,008,144	0.65	171,806,098	0.49
Shrinkage, Overages & Interhandler Difference	19,696,534	3.51	(916,371)	N/A
Ending Inventory	70,097,898	5.94	71,633,195	5.20
Skim Equivalent of NFMS to Fortify Class I	6,572,766	0.25	5,668,819	0.06
Total Class IV Utilization	467,377,548	3.71	317,031,609	4.28
Minimum Price Class				
Animal Feed and Dumpage	6,345,893	2.24	8,349,466	2.40
Total Minimum Price Class Utilization	6,345,893	2.24	8,349,466	2.40
Total Utilization	2,328,884,022	3.77	2,256,141,584	3.73

** Includes sales to nonpool manufacturing plants.

N/A = Not applicable.

MAY
RECEIPTS OF PRODUCER MILK, BY STATE

State	Receipts				Number of Producers		Daily Average Output	
	2008	2007	2008	2007	2008	2007	2008	2007
	thousand pounds		percent				pounds per farm	
CT	31,276	31,085	1.5	1.6	135	139	7,473	7,214
ME	51,551	49,188	2.5	2.5	337	335	4,935	4,736
MD	88,312	78,337	4.2	3.9	511	502	5,575	5,034
MA	21,612	20,711	1.0	1.0	163	164	4,277	4,074
NH	25,139	24,053	1.2	1.2	134	137	6,052	5,663
NJ	14,035	13,723	0.7	0.7	101	105	4,483	4,216
NY	857,175	816,906	41.1	41.1	4,561	5,190	6,062	5,077
PA	762,967	708,775	36.6	35.6	5,924	5,911	4,155	3,868
RI	1,422	1,226	0.1	0.1	16	13	2,867	3,041
VT	199,971	215,751	9.6	10.9	1,033	1,118	6,245	6,225
VA	10,763	8,401	0.5	0.4	101	74	3,438	3,662
Other States	21,453 #	20,286 ##	1.0	1.0	237	243	2,920	2,693
Total/Avg.	2,085,676	1,988,442	100.0	100.0	13,253	13,931	5,077	4,604

Represents restricted data for the states of Arkansas, Delaware, Illinois, Indiana, Iowa, Kansas, Michigan, Missouri, Ohio, Oklahoma, West Virginia, and Wisconsin.

Represents restricted data for the states of Arkansas, Delaware, Illinois, Indiana, Iowa, Michigan, Missouri, Ohio, Oklahoma, West Virginia, and Wisconsin.

RECEIPTS OF PRODUCER MILK BY PLANT LOCATION DIFFERENTIAL AT WHICH PRICED

Location Differentials*	Class I	Class II	Class III	Class IV	Total Receipts	Percent of Total Receipts
dollars/cwt	pounds					
3.15 and above	224,240,404	52,286,654	18,993,873	3,889,156	299,410,087	14.4
3.00 – 3.10	332,023,960	110,272,564	11,921,535	96,128,976	550,347,035	26.4
2.80 – 2.95	140,863,153	86,714,638	38,141,757	170,447,883	436,167,431	20.9
2.60 – 2.70	90,585,542	40,337,565	56,785,957	1,525,391	189,234,455	9.1
2.40 – 2.55	66,379,438	72,895,341	90,357,408	46,120,896	275,753,083	13.2
2.35 and below	41,192,737	59,825,824	181,857,663	51,887,802	334,764,026	16.0
Market Total	895,285,234	422,332,586	398,058,193	370,000,104	2,085,676,117	100.0

* Differentials have been combined in ranges to assure confidentiality of data.

SIX MONTHS OF MAILBOX PRICES FOR THE NORTHEAST ORDER AND SUB REGIONS*

	Oct 2007	Nov 2007	Dec 2007	Jan 2008	Feb 2008	Mar 2008
	dollars per hundredweight					
Northeast Order	22.26	22.63	22.00	21.16	19.46	17.89
<i>Sub Regions:</i>						
<i>New England</i>	22.88	23.24	22.68	21.78	20.09	18.56
<i>New York</i>	21.89	22.22	21.56	20.73	19.00	17.51
<i>Pennsylvania</i>	22.40	22.82	22.14	21.31	19.62	17.94

* The mailbox price is a calculated number reporting the net price received by dairy farmers at their farm gate or mailbox. Along with applicable federal order prices received by producers, it includes premiums paid and subtracts reported deductions charged to producers.

MAY 2008

PRICES

	May 2008	May 2007	% Change
Class Prices (reported per cwt unless noted otherwise):			
Class I @ <i>Suffolk County, MA (Boston)</i> at 3.5% butterfat test	\$19.87	\$19.17	3.7
Class I Skim	15.15	14.53	4.3
Class II @ 3.5% butterfat test	15.51	16.62	(6.7)
Class II Butterfat (per pound)	1.5632	1.5776	(0.9)
Class II Skim	10.40	11.50	(9.6)
Class II Nonfat Solids (per pound)	1.1556	1.2778	(9.6)
Class III @ 3.5% butterfat test	18.18	17.60	3.3
Class III Skim	13.20	12.54	5.3
Class IV @ 3.5% butterfat test	15.26	18.48	(17.4)
Class IV Skim	10.17	13.45	(24.4)
Statistical Uniform Price	18.18	18.60	(2.3)
Producer Price Differential	0.00	1.00	(100.0)
Component Prices (per pound):			
Butterfat	1.5562	1.5706	(0.9)
Nonfat Solids	1.1301	1.4949	(24.4)
Protein	4.1108	2.9424	39.7
Other Solids	0.0766	0.5791	(86.8)

NUMBER OF HANDLERS AND POOL PLANTS

	May 2008	April* 2008	May 2007
Pool Handlers (Operating pool distributing and/or pool supply plants; includes cooperatives that deliver milk to pool plants)	66	66	66
Producer-Handlers	13	14	14
Partially Regulated Distributing Plants, Exempt Plants, and Handlers Regulated under Other Federal Orders	75	74	72
Less handlers operating plants in more than one category	(10)	(10)	(8)
Total Number of Handlers	144	144	144
Distributing Plants	58	58	57
Supply Plants	10	10	10
Total Number of Pool Plants	68	68	67

* Revised.

CHANGE IN LIST OF HANDLERS AND PLANTS*

Name	Plant Location	CHANGED **		
		From	To	Expl.
Darigold, Inc	Portland, OR	NPS	OF	(a)
Maryland and Virginia Milk Producers Coop - Ohio	Reston, VA	NEW	CSR	
Morningstar Foods Inc.	Gustine, CA	PR	NPS	(a)
NFO Organic-Ohio	Shiloh, OH	CSR	NPS	
South Mountain Creamery, L.L.C.	Middletown, MD	ED	PH	(b)
Lewis County Dairy Corp.	Lowville, NY	Name Change: to Ahava of California LLC dba North Country Manufacturing (a)		
Pine View Acres, Inc.	Lancaster, PA	to Charles Farms, Inc. dbs Pine View Dairy (a)		

* Listing of handlers pooled under the Northeast Order is available on the website: www.fmmone.com.

** Type of Plant:

CSR - Cooperative State Reporting Unit

ED - Exempt distributing plant

NEW - New plant or handler

NPS - Not pooling milk or reporting any sales in the Order during current month

PH - Producer handler

OF - Other federal order plant with route disposition in the Northeast Marketing Area

PR - Partially regulated plant

(a) Effective April 2008.

(b) Only for April 2008.