



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

website: www.fmmone.com

Albany:
One Columbia Circle
Albany, NY 12203-6379
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

ANNOUNCEMENT OF CLASS I PRICE AND ADVANCED PRICING FACTORS

| | <u>May 2004</u> | |
|--|-----------------|-------------------|
| | (dollars) | |
| Class I price @ Suffolk County, MA (Boston) at 3.5% butterfat | 22.90 | per hundredweight |
| Processor Assessment ^{1/} | <u>0.20</u> | per hundredweight |
| Total Class I price | 23.10 | per hundredweight |
| Class I skim price @ Boston, MA | 14.75 | per hundredweight |
| Class I butterfat price @ Boston, MA | 2.4762 | per pound |
| Class I skim price @ New York, NY | 14.65 | per hundredweight |
| Class I butterfat price @ New York, NY | 2.4752 | per pound |
| Class I skim price @ Philadelphia, PA | 14.55 | per hundredweight |
| Class I butterfat price @ Philadelphia, PA | 2.4742 | per pound |
| Class II skim price | 6.74 | per hundredweight |
| Class II nonfat solids price | 0.7489 | per pound |
| Advanced pricing factors: | | |
| Base skim milk price for Class I | 11.50 | per hundredweight |
| Advanced butterfat pricing factor | 2.4437 | per pound |
| Advanced Class III skim milk pricing factor | 11.50 | per hundredweight |
| Advanced Class IV skim milk pricing factor | 6.04 | per hundredweight |

| Two-week product price averages (weeks ending 4/10, 4/17): | <u>April 2004</u> | |
|--|-------------------|-----------|
| | (dollars) | |
| Butter | 2.1514 | per pound |
| Nonfat dry milk | 0.8179 | per pound |
| Cheese | 2.0530 | per pound |
| Dry whey | 0.2611 | per pound |

^{1/} The processor assessment is an obligation under the Fluid Milk Promotion Order (7CFR§1160.101 et seq.). The Order requires that all persons who process and market commercially more than 3,000,000 pounds of fluid milk products in consumer-type packages in the 48 contiguous states and District of Columbia on a monthly basis, excluding those fluid milk products delivered to a residence of a consumer, be assessed 20 cents per hundredweight on all marketings of such packaged fluid milk products during the month.

Note: Price formulas are available at www.ams.usda.gov/dairy/price_formula.htm.

(Class I price by location on reverse side)

May 2004
Class I Price Information for the Northeast Order

| | | | Prices | | |
|-------------------------------|----------------------|-----------------------|----------|-----------|----------|
| | | | Skim | Butterfat | Class I# |
| | | | dollars | | |
| | | | per cwt. | per pound | per cwt. |
| | | Class I Mover Factor: | 11.50 | 2.4437 | 19.65 |
| Selected locations | <u>Differential*</u> | <u>Adjustment</u> | | | |
| Boston, MA | 3.25 | 0.00 | 14.75 | 2.4762 | 22.90 |
| Newport News/Portsmouth, VA | 3.20 | (0.05) | 14.70 | 2.4757 | 22.85 |
| New York, NY | 3.15 | (0.10) | 14.65 | 2.4752 | 22.80 |
| Long Valley, NJ | 3.10 | (0.15) | 14.60 | 2.4747 | 22.75 |
| Philadelphia, PA | 3.05 | (0.20) | 14.55 | 2.4742 | 22.70 |
| Agawam, MA/Baltimore, MD | 3.00 | (0.25) | 14.50 | 2.4737 | 22.65 |
| Frederick, MD/New Holland, PA | 2.90 | (0.35) | 14.40 | 2.4727 | 22.55 |
| Mt. Holly Springs, PA | 2.80 | (0.45) | 14.30 | 2.4717 | 22.45 |
| Albany/Binghamton, NY | 2.70 | (0.55) | 14.20 | 2.4707 | 22.35 |
| Middlebury, VT | 2.60 | (0.65) | 14.10 | 2.4697 | 22.25 |
| Syracuse, NY | 2.50 | (0.75) | 14.00 | 2.4687 | 22.15 |
| St. Albans/Swanton, VT | 2.40 | (0.85) | 13.90 | 2.4677 | 22.05 |
| Watertown/Rochester, NY | 2.30 | (0.95) | 13.80 | 2.4667 | 21.95 |
| Buffalo, NY | 2.20 | (1.05) | 13.70 | 2.4657 | 21.85 |
| Jamestown, NY | 2.10 | (1.15) | 13.60 | 2.4647 | 21.75 |

* Differentials listed apply to states included in the Northeast marketing area. Outside of this area, differentials may be above or below this range. Cities listed are for reference purposes only. Differentials apply on a county basis.

Price at 3.5% butterfat. Does not include the 20 cent per hundredweight processor assessment, an obligation under the Fluid Milk Promotion Order (7CFR§1160.101 et seq.).