

UNITED STATES DEPARTMENT OF AGRICULTURE  
Agricultural Marketing Service  
Dairy Programs

**NEW YORK—NEW JERSEY MILK MARKETING AREA**

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**Announcement of Class Prices and Related Factors**  
**November, December 1999, and January 2000**

**Class Prices**

(per hundredweight of milk at 3.5% butterfat test)

		<u>November</u>	<u>December</u>	<u>January #</u>
<b>Classes I-A and I-B</b>	Metropolitan Area (1-10 mile zone)	\$ 19.40	\$ 14.63	
	Processor Assessment*	+ .20	+ .20	
	Total*	\$ 19.60	\$ 14.83	
	<b>201-210 mile zone</b>	\$ 18.68	\$ 13.91	
	Processor Assessment*	+ .20	+ .20	
	Total*	\$ 18.88	\$ 14.11	
<b>Class II</b>	Metropolitan Area (1-10 mile zone)	\$ 16.64	\$ 11.87	
	<b>201-210 mile zone</b>	\$ 16.56	\$ 11.79	
<b>Class III</b>	Metropolitan Area (1-10 mile zone)	\$ 9.93		
	<b>201-210 mile zone</b>	\$ 9.85		
<b>Class III-A</b>	Metropolitan Area (1-10 mile zone)	\$ 11.71		
	<b>201-210 mile zone</b>	\$ 11.63		

# For information only, the Class I & II prices for the New York–New Jersey order at the 201-210 mile zone would have been \$12.21 and \$10.09, respectively, for January 2000. The January 2000 Class I price and Class II skim milk price for the Northeast order will be issued December 23, 1999. However, should a legal challenge delay implementation of the consolidation and reform of the federal milk order program as required by the Omnibus Consolidated Appropriations Act, 2000, then the Class I & II prices in the first sentence of this footnote will be applicable.

\* The processor assessment is an obligation under the Fluid Milk Promotion Order (7 CFR § 1160.101 et seq.).

**November** butterfat differential: \$.107 per .1% butterfat

**Price Factors and Averages for November**

Manufacturing grade milk, f.o.b. plants, Basic Formula Price, per hundredweight:

Base month price at 3.94% butterfat test (October 1999)	\$ 12.47
Base month price at 3.5% butterfat (October 1999)	\$ 11.99
Updated base month price at 3.5% butterfat (i.e., <b>Basic Formula Price</b> )	<b>\$ 9.79</b>
Updated base month price, at average butterfat test (i.e., used to calculate November's butterfat differential)	\$ 10.27
NASS: U.S. average 40 lb. block Cheddar cheese price (per pound)	\$ 1.2143
Chicago Mercantile Exchange butter price (per pound):	Grade AA \$ 1.0725
	Equivalent Grade A \$ .9825
Central States: Nonfat dry milk price (per pound)	\$ 1.0343
Western States: Nonfat dry milk price (per pound), low/medium heat	\$ 1.0109
	Dry buttermilk price (per pound), minimum 30 percent protein \$ .7500
One-year Treasury bill rate, October 7, 1999	5.12%

Classification values at federal order minimum class prices, 201–210 mile zone, **November 1999:**

Estimated utilization percentage, announced pursuant to Section .22 (d), **December 1999:**

	<u>Skim Milk</u>	<u>Butterfat</u>		<u>Skim Milk</u>	<u>Butterfat</u>
	----- per pound -----				
Class I	\$ .14935	\$ 1.21935	Class I-A	42%	24%
Class II	\$ .12815	\$ 1.19815	Class I-B	2%	2%
Class III	\$ .06105	\$ 1.13105	Class II	13%	25%
Class III–A	\$ .07885	\$ 1.14885	Class III	43%	49%

December 3, 1999

Erik F. Rasmussen,  
Acting Market Administrator

(Regional Milk Production Costs on reverse side.)

### Regional Milk Production Costs, October and November 1999\*

Region	Total cash expenses		Total economic cost	
	October**	November	October**	November
	dollars per hundredweight			
Northeast	13.57	13.45	18.89	18.81
Southeast	14.17	14.07	18.66	18.63
Upper Midwest	12.69	12.62	17.74	17.71
Corn Belt	13.76	13.67	20.19	20.14
Southern Plains	12.08	11.99	16.02	15.97
Pacific	9.79	9.73	11.94	11.91

\* United States Department of Agriculture, Economic Research Service. For further information, contact Sara Short, (202) 694-5588. Regions are defined as: Northeast—New York, Pennsylvania, and Vermont; Southeast—Florida and Georgia; Upper Midwest—Michigan, Minnesota, and Wisconsin; Corn Belt—Iowa, Missouri, and Ohio; Southern Plains—Texas; Pacific—Arizona, California, and Washington.

\*\* Revised from last month due to changes in milk production, producer price indexes, corn market price, and economic indicators for the U.S. economy.