



Agricultural Marketing Service
Dairy Programs

FEDERAL MILK ORDER No. 1

Northeast Marketing Area

30 Winter Street, Boston, MA 02108

Mailing Address:

P.O. Box 1478 (Fort Point Station)
Boston, MA 02205-1478

Tel.: (617) 542-8966 — Fax: (617) 542-0105

email: fmma@fedmilk1.com

website: www.fmmone.com

Albany:
One Columbia Circle
Albany, NY 12203-6379
Tel.: (518) 452-4410
Fax: (518) 464-6468

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

ANNOUNCEMENT OF CLASS AND COMPONENT PRICES

	<u>January 2000</u>	
	<u>dollars</u>	
Class I price @ Suffolk County, MA (Boston) at 3.5% butterfat ^{1/}	14.150	per hundredweight
Processor Assessment ^{1/ 2/}	0.200	per hundredweight
Compact Price Regulation		
Over Order Obligation ^{1/ 3/}	2.790	per hundredweight
Administrative Assessment ^{1/ 3/}	0.032	per hundredweight
Total Class I price ^{1/}	<u>17.172</u>	per hundredweight
Class II price @ 3.5 % butterfat	11.43	per hundredweight
Class II butterfat price	0.9436	per pound
Class II skim price ^{1/}	8.42	per hundredweight
Class II nonfat solids price ^{1/}	0.9356	per pound
Class III price @ 3.5 % butterfat	10.05	per hundredweight
Class III skim price	7.02	per hundredweight
Class IV price @ 3.5 % butterfat	10.73	per hundredweight
Class IV skim milk price	7.72	per hundredweight
Component prices:		
Butterfat price	0.9366	per pound
Nonfat solids price	0.8574	per pound
Protein price	2.1677	per pound
Other solids price	0.0503	per pound

Product price monthly averages:	<u>dollars</u>	
Butter	0.8820	per pound
Cheese	1.1517	per pound
Nonfat dry milk	1.0115	per pound
Dry whey	0.1857	per pound

^{1/} Previously announced in *Announcement of Class I Price and Advanced Pricing Factors*.

^{2/} The processor assessment is an obligation under the Fluid Milk Promotion Order (7CFR§1160.101 *et seq.*).

^{3/} For handlers subject to Compact Price Regulation authorized under the Northeast Interstate Dairy Compact as approved by 7USC§7256. The Compact Over Order Obligation and accompanying administrative assessment are set forth in 7CFR§1300.1 *et seq.*

(Class I prices by location and Regional Milk Production Costs on reverse side)

Erik F. Rasmussen
Market Administrator

JANUARY 2000
Class I Price Information for the Northeast Order

Selected locations	Differential*	Adjustment	Skim price	Butterfat price	Class I price#
			dollars		
			per cwt.	per pound	per cwt.
Class I Mover Factor:			7.72	0.9854	10.90
Boston, MA	3.25	0.00	10.97	1.0179	14.15
Newport News/Portsmouth, VA	3.20	(0.05)	10.92	1.0174	14.10
New York, NY	3.15	(0.10)	10.87	1.0169	14.05
Long Valley, NJ	3.10	(0.15)	10.82	1.0164	14.00
Philadelphia, PA	3.05	(0.20)	10.77	1.0159	13.95
Agawam, MA/Baltimore, MD	3.00	(0.25)	10.72	1.0154	13.90
Frederick, MD/New Holland, PA	2.90	(0.35)	10.62	1.0144	13.80
Mt. Holly Springs, PA	2.80	(0.45)	10.52	1.0134	13.70
Albany/Binghamton, NY	2.70	(0.55)	10.42	1.0124	13.60
Middlebury, VT	2.60	(0.65)	10.32	1.0114	13.50
Syracuse, NY	2.50	(0.75)	10.22	1.0104	13.40
St. Albans/Swanton, VT	2.40	(0.85)	10.12	1.0094	13.30
Canton/Rochester, NY	2.30	(0.95)	10.02	1.0084	13.20
Buffalo, NY	2.20	(1.05)	9.92	1.0074	13.10
Jamestown, NY	2.10	(1.15)	9.82	1.0064	13.00

* 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.*), or the Northeast Dairy Compact Over Order Obligation and administrative assessment.

Regional Milk Production Costs, December 1999 and January 2000*

Region	Total cash expenses		Total economic cost	
	December**	January	December**	January
dollars per hundredweight				
Northeast	\$14.19	\$14.21	\$19.06	\$19.12
Southeast	13.95	13.98	17.73	17.83
Upper Midwest	13.11	13.12	17.73	17.78
Corn Belt	13.88	13.89	19.66	19.72
Southern Plains	12.29	12.30	15.60	15.65
Pacific	9.22	9.23	10.90	10.93

* 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.