



Agricultural Marketing Service
Dairy Programs

FEDERAL MILK ORDER No. 1

Northeast Marketing Area

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ANNOUNCEMENT OF CLASS AND COMPONENT PRICES*

	January 2001	
	dollars	
Class I price @ Suffolk County, MA (Boston) at 3.5% butterfat ^{1/}	17.240	per hundredweight
Processor Assessment ^{1/2/}	0.200	per hundredweight
Compact Price Regulation		
Over Order Obligation ^{1/3/}	0.000	per hundredweight
Administrative Assessment ^{1/3/}	0.027	per hundredweight
Total Class I price ^{1/}	17.467	per hundredweight
Class II price @ 3.5 % butterfat	12.82	per hundredweight
Class II butterfat price	1.2966	per pound
Class II skim price ^{1/}	8.58	per hundredweight
Class II nonfat solids price ^{1/}	0.9533	per pound
Class III price @ 3.5 % butterfat	9.99	per hundredweight
Class III skim price	5.68	per hundredweight
Class IV price @ 3.5 % butterfat	12.13	per hundredweight
Class IV skim milk price	7.89	per hundredweight
Component prices:		
Butterfat price	1.2896	per pound
Nonfat solids price	0.8765	per pound
Protein price	1.6181	per pound
Other solids price	0.1120	per pound

Product price monthly averages:	dollars	
Butter	1.1725	per pound
Nonfat dry milk	1.0165	per pound
Cheese	1.1180	per pound
Dry whey	0.2484	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.

* These prices were computed using the formulas in the U.S. District Court's preliminary injunction order dated January 31, 2001.

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

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

JANUARY 2001
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.
			7.88	1.8244	13.99
Class I Mover Factor:					
Boston, MA	3.25	0.00	11.13	1.8569	17.24
Newport News/Portsmouth, VA	3.20	(0.05)	11.08	1.8564	17.19
New York, NY	3.15	(0.10)	11.03	1.8559	17.14
Long Valley, NJ	3.10	(0.15)	10.98	1.8554	17.09
Philadelphia, PA	3.05	(0.20)	10.93	1.8549	17.04
Agawam, MA/Baltimore, MD	3.00	(0.25)	10.88	1.8544	16.99
Frederick, MD/New Holland, PA	2.90	(0.35)	10.78	1.8534	16.89
Mt. Holly Springs, PA	2.80	(0.45)	10.68	1.8524	16.79
Albany/Binghamton, NY	2.70	(0.55)	10.58	1.8514	16.69
Middlebury, VT	2.60	(0.65)	10.48	1.8504	16.59
Syracuse, NY	2.50	(0.75)	10.38	1.8494	16.49
St. Albans/Swanton, VT	2.40	(0.85)	10.28	1.8484	16.39
Watertown/Rochester, NY	2.30	(0.95)	10.18	1.8474	16.29
Buffalo, NY	2.20	(1.05)	10.08	1.8464	16.19
Jamestown, NY	2.10	(1.15)	9.98	1.8454	16.09

* 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 2000 and January 2001*

Region	Total cash expenses		Total economic cost	
	Dec. 2000**	Jan. 2001	Dec. 2000**	Jan. 2001
	dollars per hundredweight			
Northeast	14.94	14.79	19.85	19.71
Southeast	14.56	14.38	18.28	18.10
Upper Midwest	13.70	13.63	18.30	18.25
Corn Belt	14.52	14.42	20.36	20.28
Southern Plains	12.79	12.63	16.08	15.95
Pacific	9.60	9.54	11.25	11.19

* 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.