



Agricultural Marketing Service
Dairy Programs

FEDERAL MILK ORDER No. 1

Northeast Marketing Area

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ANNOUNCEMENT OF CLASS AND COMPONENT PRICES

	<u>March 2001</u>	
	<u>dollars</u>	
Class I price @ <i>Suffolk County, MA (Boston)</i> at 3.5% butterfat ^{1/}	15.900	per hundredweight
Processor Assessment ^{1/2/}	0.200	per hundredweight
Compact Price Regulation		
Over Order Obligation ^{1/3/}	1.040	per hundredweight
Administrative Assessment ^{1/3/}	0.027	per hundredweight
Total Class I price ^{1/}	<u>17.167</u>	per hundredweight
Class II price @ 3.5 % butterfat	14.17	per hundredweight
Class II butterfat price	1.6890	per pound
Class II skim price ^{1/}	8.56	per hundredweight
Class II nonfat solids price ^{1/}	0.9511	per pound
Class III price @ 3.5 % butterfat	11.42	per hundredweight
Class III skim price	5.73	per hundredweight
Class IV price @ 3.5 % butterfat	13.46	per hundredweight
Class IV skim milk price	7.85	per hundredweight
Component prices:		
Butterfat price	1.6820	per pound
Nonfat solids price	0.8727	per pound
Protein price	1.6498	per pound
Other solids price	0.1039	per pound

Product price monthly averages:	<u>dollars</u>	
Butter	1.4942	per pound
Nonfat dry milk	1.0127	per pound
Cheese	1.2737	per pound
Dry whey	0.2406	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)

Erik F. Rasmussen
Market Administrator

MARCH 2001
Class I Price Information for the Northeast Order

Selected locations	Differential*	Adjustment	Prices		
			Skim	Butterfat	Class I#
			dollars		
			per cwt.	per pound	per cwt.
		Class I Mover Factor:	7.86	1.4483	12.65
Boston, MA	3.25	0.00	11.11	1.4808	15.90
Newport News/Portsmouth, VA	3.20	(0.05)	11.06	1.4803	15.85
New York, NY	3.15	(0.10)	11.01	1.4798	15.80
Long Valley, NJ	3.10	(0.15)	10.96	1.4793	15.75
Philadelphia, PA	3.05	(0.20)	10.91	1.4788	15.70
Agawam, MA/Baltimore, MD	3.00	(0.25)	10.86	1.4783	15.65
Frederick, MD/New Holland, PA	2.90	(0.35)	10.76	1.4773	15.55
Mt. Holly Springs, PA	2.80	(0.45)	10.66	1.4763	15.45
Albany/Binghamton, NY	2.70	(0.55)	10.56	1.4753	15.35
Middlebury, VT	2.60	(0.65)	10.46	1.4743	15.25
Syracuse, NY	2.50	(0.75)	10.36	1.4733	15.15
St. Albans/Swanton, VT	2.40	(0.85)	10.26	1.4723	15.05
Watertown/Rochester, NY	2.30	(0.95)	10.16	1.4713	14.95
Buffalo, NY	2.20	(1.05)	10.06	1.4703	14.85
Jamestown, NY	2.10	(1.15)	9.96	1.4693	14.75

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

Regional Milk Production Costs, February and March 2001*

Region	Total cash expenses		Total economic cost	
	February**	March	February**	March
	dollars per hundredweight			
Northeast	15.06	15.00	19.98	19.93
Southeast	14.69	14.71	18.36	18.38
Upper Midwest	13.76	13.68	18.37	18.32
Corn Belt	14.62	14.56	20.47	20.42
Southern Plains	12.90	12.90	16.19	16.19
Pacific	9.66	9.66	11.31	11.31

* 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.