

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: 302A Washington Avenue Ext.

Albany, NY 12203-7303 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 AND COMPONENT PRICES1/

| | January 2009 | | |
|--|--------------------------|---|-----------------------------------|
| | dollars | - - | |
| Class I price @ Suffolk County, MA (Boston) at 3.5% butterfat ^{2/} | 18.99 | per hundredweight | |
| Processor Assessment ^{2/3/} | 0.20 | per hundredweight | |
| Total Class I price ^{2/} | 19.19 | per hundredweight | |
| Class II price @ 3.5 % butterfat | 10.41 | per hundredweight | |
| Class II butterfat price | 1.1154 6.74 0.7489 | per pound per hundredweight per pound | |
| Class II skim price ^{2/} Class II nonfat solids price ^{2/} | | | |
| | | | Class III price @ 3.5 % butterfat |
| Class III skim price | 7.15 | per hundredweight | |
| Class IV price @ 3.5 % butterfat | 9.59 5.92 | per hundredweight per hundredweight | |
| Class IV skim milk price | | | |
| Component prices: | | | |
| Butterfat price | 1.1084 | per pound | |
| Nonfat solids price | 0.6574 | per pound | |
| Protein price | 2.3638 | per pound | |
| Other solids price | (0.0304) | per pound | |
| Product price monthly averages: | dollars | | |
| Butter | 1.0868 | per pound | |
| Nonfat dry milk | 0.8318 | per pound | |
| Cheese | 1.2961 | per pound | |
| Dry whey | 0.1696 | per pound | |

Estimated Utilization Percentages of Producer Milk for February 20094

| | <u>Class I</u> | Class II, III and IV |
|-----------|----------------|----------------------|
| Butterfat | 21 | 79 |
| Skim Milk | 42 | 58 |

^{1/} See Price Formulas at www.ams.usda.gov/DairyMarketStatistics; then select "Prices"; and then select "Price Formulas - 2008".

Released: January 30, 2009

(Class I prices by location on reverse side)

^{2/} Previously announced in Announcement of Class I Price and Advanced Pricing Factors.

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

^{4/} Utilization percentages for assigning bulk receipts at pool distributing plants from other federal order markets, Section 1000.45(a) of the Order.

January 2009 Class I Price Information for the Northeast Order

| | | | Prices | | |
|-------------------------------|---------------|---------------|----------|-----------|----------|
| | | | Skim | Butterfat | Class I# |
| | | | | dollars | |
| | | | per cwt. | per pound | per cwt. |
| | Class I | Mover Factor: | 11.24 | 1.3983 | 15.74 |
| Selected | | | | | |
| locations | Differential* | Adjustment | | | |
| Boston, MA | 3.25 | 0.00 | 14.49 | 1.4308 | 18.99 |
| Newport News/Portsmouth, VA | 3.20 | (0.05) | 14.44 | 1.4303 | 18.94 |
| New York, NY | 3.15 | (0.10) | 14.39 | 1.4298 | 18.89 |
| Long Valley, NJ | 3.10 | (0.15) | 14.34 | 1.4293 | 18.84 |
| Philadelphia, PA | 3.05 | (0.20) | 14.29 | 1.4288 | 18.79 |
| Agawam, MA/Baltimore, MD | 3.00 | (0.25) | 14.24 | 1.4283 | 18.74 |
| Frederick, MD/New Holland, PA | 2.90 | (0.35) | 14.14 | 1.4273 | 18.64 |
| Mt. Holly Springs, PA | 2.80 | (0.45) | 14.04 | 1.4263 | 18.54 |
| Albany/Binghamton, NY | 2.70 | (0.55) | 13.94 | 1.4253 | 18.44 |
| Middlebury, VT | 2.60 | (0.65) | 13.84 | 1.4243 | 18.34 |
| Syracuse, NY | 2.50 | (0.75) | 13.74 | 1.4233 | 18.24 |
| St. Albans/Swanton, VT | 2.40 | (0.85) | 13.64 | 1.4223 | 18.14 |
| Watertown/Rochester, NY | 2.30 | (0.95) | 13.54 | 1.4213 | 18.04 |
| Buffalo, NY | 2.20 | (1.05) | 13.44 | 1.4203 | 17.94 |
| Jamestown, NY | 2.10 | (1.15) | 13.34 | 1.4193 | 17.84 |

^{*} 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.).