



United States Department of Agriculture

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.frmone.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

Agricultural Marketing Service
Dairy Programs

JULY 2008 MONTHLY STATISTICAL REPORT

RECEIPTS AND UTILIZATION OF FLUID MILK PRODUCTS AND CREAM BY POOL PLANTS*

	July 2008	July 2007	% Change
	pounds		daily avg.
Receipts of Fluid Milk Products and Cream			
Producers	2,050,435,440	1,940,993,425	5.6
Other Sources	52,273,727	68,251,792	(23.4)
Fortification and Recon. (Skim Equivalent)	13,269,432	9,046,734	46.7
Overages	566,496	268,864	110.7
Beginning Inventory	161,530,167	142,714,057	13.2
Total Receipts	2,278,075,262	2,161,274,872	5.4
Average Daily Producer Receipts	66,143,079	62,612,691	5.6
Utilization of Fluid Milk Products and Cream from Producer Receipts and Other Sources			
Class I Milk:			
Marketing Area	792,374,641	783,288,204	1.2
Other Federal Markets	39,996,708	35,350,344	13.1
Non-Federal Markets	85,582,651	90,137,014	(5.1)
Total Class I Milk	917,954,000	908,775,562	1.0
Total Class II Milk	460,997,991	439,794,224	4.8
Total Class III Milk	488,039,856	473,023,574	3.2
Total Class IV Milk	403,384,151	332,350,867	21.4
Total Milk Assigned to Minimum price	7,699,264	7,330,645	5.0
Total Utilization	2,278,075,262	2,161,274,872	5.4
Average Daily Class I Use	29,611,419	29,315,341	1.0
Average Component Tests of Producer Receipts			
			% point
Butterfat	3.58%	3.57%	0.01
True Protein	2.95%	2.98%	(0.03)
Other Solids	5.70%	5.71%	(0.01)

* Product pounds based on reports of handlers.

HANDLERS WITH UNPAID CURRENT POOL OBLIGATION

<u>Name</u>	<u>Location</u>
Ahava of California LLC DBA North Country Manufacturing	Lowville, NY

UTILIZATION OF FLUID MILK PRODUCTS AND CREAM BY POOL PLANTS

	July 2008 pounds	Butterfat percent	July 2007 pounds	Butterfat percent
Class I Milk				
Whole Milk	246,587,177	3.27	255,598,148	3.26
Reduced Fat – 2% Plain	179,424,576	1.87	172,149,703	1.88
Reduced Fat – 2% Fortified	2,141,823	2.17	506,744	1.98
Lowfat – 1% Plain	131,753,535	0.98	126,012,087	0.97
Lowfat – 1% Fortified	1,261,787	0.99	1,070,185	1.06
FatFree Plain	107,700,819	0.10	105,001,129	0.10
FatFree Fortified	10,712,271	0.10	10,827,606	0.12
Flavored Milk and Drinks	25,303,253	1.33	27,375,042	1.56
Buttermilk and Eggnog	2,793,269	1.00	2,730,467	1.02
Shrinkage, Overages & Interhandler Difference	(2,857,025)	N/A	(2,406,365)	N/A
Ending Inventory	87,553,156	1.71	84,423,458	1.80
Total Class I <i>in</i> Marketing Area	792,374,641	1.91	783,288,204	1.96
Class I <i>out of</i> Marketing Area	125,579,359	1.79	125,487,358	1.92
Total Class I Utilization	917,954,000	1.89	908,775,562	1.96
Class II Milk**				
Packaged Cream	86,184,524	18.16	72,390,655	17.89
Nonpool Bulk	33,360,301	6.47	43,757,556	5.60
Bakery, Candy, and Soup Products	50,589,290	3.63	46,944,579	3.83
Cottage Cheese	50,433,893	0.78	51,783,937	0.58
Ricotta Cheese	12,954,400	6.31	12,964,478	5.86
Sour Cream and Aerated Cream	16,078,779	11.47	16,731,023	11.14
Yogurt and Eggnog	33,037,825	1.95	35,271,480	1.44
Ice Cream, Desserts, Condensed, and Mixes	178,352,823	6.26	161,367,816	6.59
Shrinkage, Overages & Interhandler Difference	6,156	N/A	(1,417,300)	N/A
Total Class II Utilization	460,997,991	7.47	439,794,224	7.12
Class III Milk**				
Nonpool Bulk and Condensed Products	2,556,665	8.21	2,751,744	10.08
American-Type Cheeses	144,188,919	3.20	145,261,927	3.17
Cream Cheese	60,563,556	8.79	57,330,954	9.09
Italian-Type Cheeses	260,869,153	3.10	229,243,570	2.95
Swiss and Other-Type Cheeses	19,953,163	3.35	21,333,053	3.11
Shrinkage, Overages & Interhandler Difference	(91,600)	N/A	17,102,326	4.56
Total Class III Utilization	488,039,856	3.86	473,023,574	3.87
Class IV Milk**				
Nonpool Bulk	60,774,291	3.80	45,740,226	4.20
Condensed Products	25,001,042	2.25	24,703,396	1.99
Butter	15,535,414	36.53	11,974,731	42.58
Dried Milk Products	212,520,431	0.44	171,499,770	0.50
Shrinkage, Overages & Interhandler Difference	20,235,565	3.08	45,690	N/A
Ending Inventory	64,119,562	5.39	73,333,562	5.15
Skim Equivalent of NFMS to Fortify Class I	5,197,846	0.06	5,053,492	0.06
Total Class IV Utilization	403,384,151	3.36	332,350,867	3.66
Minimum Price Class				
Animal Feed and Dumpage	7,699,264	2.59	7,330,645	2.48
Total Minimum Price Class Utilization	7,699,264	2.59	7,330,645	2.48
Total Utilization	2,278,075,262	3.71	2,161,274,872	3.69

** Includes sales to nonpool manufacturing plants.

N/A = Not applicable.

JULY
RECEIPTS OF PRODUCER MILK, BY STATE

State	Receipts				Number of Producers		Daily Average Output	
	2008	2007	2008	2007	2008	2007	2008	2007
	thousand pounds		percent				pounds per farm	
CT	29,213	29,141	1.4	1.5	135	138	6,980	6,812
ME	51,476	50,401	2.5	2.6	336	336	4,942	4,839
MD	71,062	73,326	3.5	3.8	502	518	4,566	4,566
MA	20,280	19,806	1.0	1.0	161	163	4,063	3,920
NH	24,004	23,434	1.2	1.2	132	134	5,866	5,641
NJ	12,685	12,780	0.6	0.7	102	104	4,012	3,964
NY	913,279	810,212	44.5	41.7	5,052	5,111	5,831	5,114
PA	680,056	681,273	33.2	35.1	6,001	5,999	3,656	3,663
RI	1,277	1,127	0.1	0.1	16	13	2,575	2,798
VT	219,138	213,498	10.7	11.0	1,069	1,085	6,613	6,347
VA	10,139	8,048	0.5	0.4	90	85	3,634	3,054
Other States	17,826 #	17,947 ##	0.8	0.9	200	206	2,875	2,810
Total/Avg.	2,050,435	1,940,993	100.0	100.0	13,796	13,892	4,794	4,507

Represents restricted data for the states of Arkansas, Delaware, Illinois, Indiana, Iowa, Kansas, Michigan, Missouri, Ohio, Oklahoma, West Virginia, and Wisconsin.

Represents restricted data for the states of Delaware, Indiana, Michigan, Ohio, Tennessee, and West Virginia.

RECEIPTS OF PRODUCER MILK BY PLANT LOCATION DIFFERENTIAL AT WHICH PRICED

Location Differentials*	Class I	Class II	Class III	Class IV	Total Receipts	Percent of Total Receipts
dollars/cwt	pounds					
3.15 and above	199,175,887	49,027,725	20,341,312	5,201,689	273,746,613	13.4
3.00 – 3.10	312,933,354	109,997,316	11,231,131	60,621,541	494,783,342	24.1
2.80 – 2.95	131,207,237	88,865,713	37,489,752	147,696,046	405,258,748	19.8
2.60 – 2.70	88,027,088	36,478,147	69,299,408	2,234,089	196,038,732	9.6
2.40 – 2.55	60,211,880	74,886,518	104,823,740	45,367,860	285,289,998	13.9
2.35 and below	39,552,183	72,984,791	240,840,024	41,941,009	395,318,007	19.3
Market Total	831,107,629	432,240,210	484,025,367	303,062,234	2,050,435,440	100.0

* Differentials have been combined in ranges to assure confidentiality of data.

SIX MONTHS OF MAILBOX PRICES FOR THE NORTHEAST ORDER AND SUB REGIONS*

	Dec 2007	Jan 2008	Feb 2008	Mar 2008	Apr 2008	May 2008
	dollars per hundredweight					
Northeast Order	22.00	21.16	19.46	17.89	18.32	17.89
<i>Sub Regions:</i>						
<i>New England</i>	22.68	21.78	20.09	18.56	18.94	18.51
<i>New York</i>	21.56	20.73	19.00	17.51	17.90	17.48
<i>Pennsylvania</i>	22.14	21.31	19.62	17.94	18.45	18.01

* The mailbox price is a calculated number reporting the net price received by dairy farmers at their farm gate or mailbox. Along with applicable federal order prices received by producers, it includes premiums paid and subtracts reported deductions charged to producers.

JULY 2008

PRICES

	July 2008	July 2007	% Change
Class Prices (reported per cwt unless noted otherwise):			
Class I @ Suffolk County, MA (Boston) at 3.5% butterfat test	\$24.03	\$24.16	(0.5)
Class I Skim	18.95	18.86	0.5
Class II @ 3.5% butterfat test	16.81	21.40	(21.4)
Class II Butterfat (per pound)	1.6844	1.6180	4.1
Class II Skim	11.31	16.31	(30.7)
Class II Nonfat Solids (per pound)	1.2567	1.8122	(30.7)
Class III @ 3.5% butterfat test	18.24	21.38	(14.7)
Class III Skim	12.82	16.31	(21.4)
Class IV @ 3.5% butterfat test	16.60	21.64	(23.3)
Class IV Skim	11.12	16.58	(32.9)
Statistical Uniform Price	20.61	22.94	(10.2)
Producer Price Differential	2.37	1.56	51.9
Component Prices (per pound):			
Butterfat	1.6774	1.6110	4.1
Nonfat Solids	1.2358	1.8424	(32.9)
Protein	4.0025	4.2068	(4.9)
Other Solids	0.0707	0.5534	(87.2)

NUMBER OF HANDLERS AND POOL PLANTS

	July 2008	June# 2008	July 2007
Pool Handlers (Operating pool distributing and/or pool supply plants; includes cooperatives that deliver milk to pool plants)	67	66	65
Producer-Handlers	13	13	14
Partially Regulated Distributing Plants, Exempt Plants, and Handlers			
Regulated under Other Federal Orders	74	76	73
Less handlers operating plants in more than one category	(10)	(10)	(10)
Total Number of Handlers	144	145	142
Distributing Plants	59	59	57
Supply Plants	10	9	10
Total Number of Pool Plants	69	68	67

* Revised.

CHANGE IN LIST OF HANDLERS AND PLANTS*

Name	Plant Location	CHANGED **		Expl.
		From	To	
DFA-Minnesota Organic	Milwaukee, WI	CSR	NPS	
DFA-Pennsylvania Organic	Fairlawn, OH	CSR	NPS	
DMS-Indiana Organic	Fairlawn, OH	NPS	CSR	
Fleur de Lait Foods Ltd.	New Holland, PA	Mfg.	PS	
NFO-Organic-Ohio	Shiloh, PA	CSR	NPS	
South Mountain Creamery, L.L.C.	Middletown, MD	ED	PH	(a)

* Listing of handlers pooled under the Northeast Order is available on the website: www.fmmone.com.

** Type of Plant:

CSR - Cooperative State Reporting Unit ED - Exempt distributing plant Mfg. - Nonpool manufacturing plant

NPS - Not pooling milk or reporting any sales in the Order during current month PS - Pool supply plant

(a) Effective June 2008.