

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: One Columbia Circle Albany, NY 12203-6379 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 I PRICE AND ADVANCED PRICING FACTORS^{1/}

	February 2007 (dollars)	_	
Class I price @ Suffolk County, MA (Boston) at 3.5% butterfat	16.64	per hundredweight	
Processor Assessment ^{2/}	0.20	per hundredweight	
Total Class I price	16.84	per hundredweight	
Class I skim price @ <i>Boston, MA</i> Class I butterfat price @ <i>Boston, MA</i>	12.44 1.3231	per hundredweight per pound	
Class I skim price @ <i>New York, NY</i> Class I butterfat price @ <i>New York, NY</i>	12.34 1.3221	per hundredweight per pound	
Class I skim price @ <i>Philadelphia, PA</i> Class I butterfat price @ <i>Philadelphia, PA</i>	12.24 1.3211	per hundredweight per pound	
Class II skim price Class II nonfat solids price	8.77 0.9744	per hundredweight per pound	
Advanced pricing factors:			
Base skim milk price for Class I	9.19	per hundredweight	
Advanced butterfat pricing factor	1.2906	per pound	
Advanced Class III skim milk pricing factor	9.19	per hundredweight	
Advanced Class IV skim milk pricing factor	8.07	per hundredweight	
Two-week product price averages (weeks ending 1/6, 1/13):	January 2007		
	(dollars)		
Butter	1.1905	per pound	
Nonfat dry milk	1.0461	per pound	
Cheese	1.3279	per pound	
Dry whey	0.4539	per pound	

¹⁷ In light of litigation commenced in United States District Court for the Northern District of Ohio, the manufacturing allowances used to compute the Federal order minimum advance Class I and Class II prices and pricing factors in this announcement are the current manufacturing allowances, rather than the revised manufacturing allowances contained in the Interim Final Rule published in the Federal Register on December 29, 2006 (71 FR 78333-78335). As long as the Interim Final Rule is not enjoined as a result of the litigation, Federal order minimum prices for Class III and Class IV milk for February 2007, as well as the Federal order minimum advance Class I and Class II prices and pricing factors for March 2007 and thereafter, will be computed using the revised manufacturing allowances contained in the Final Rule.

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

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

(Class I price by location on reverse side)

February 2007 Class I Price Information for the Northeast Order

			Prices		
			Skim	Butterfat	Class I#
			dollars		
			per cwt.	per pound	per cwt.
	Class I	Mover Factor:	9.19	1.2906	13.39
Selected					
locations	Differential*	Adjustment			
Boston, MA	3.25	0.00	12.44	1.3231	16.64
Newport News/Portsmouth, VA	3.20	(0.05)	12.39	1.3226	16.59
New York, NY	3.15	(0.10)	12.34	1.3221	16.54
Long Valley, NJ	3.10	(0.15)	12.29	1.3216	16.49
Philadelphia, PA	3.05	(0.20)	12.24	1.3211	16.44
Agawam, MA/Baltimore, MD	3.00	(0.25)	12.19	1.3206	16.39
Frederick, MD/New Holland, PA	2.90	(0.35)	12.09	1.3196	16.29
Mt. Holly Springs, PA	2.80	(0.45)	11.99	1.3186	16.19
Albany/Binghamton, NY	2.70	(0.55)	11.89	1.3176	16.09
Middlebury, VT	2.60	(0.65)	11.79	1.3166	15.99
Syracuse, NY	2.50	(0.75)	11.69	1.3156	15.89
St. Albans/Swanton, VT	2.40	(0.85)	11.59	1.3146	15.79
Watertown/Rochester, NY	2.30	(0.95)	11.49	1.3136	15.69
Buffalo, NY	2.20	(1.05)	11.39	1.3126	15.59
Jamestown, NY	2.10	(1.15)	11.29	1.3116	15.49

* 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.).