

Agricultural Marketing Service Dairy Programs

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FEDERAL MILK ORDER No. 1

Northeast Marketing Area

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ANNOUNCEMENT OF CLASS I PRICE AND ADVANCED PRICING FACTORS 1/2/

	October 2008 (dollars)	_
Class I price @ Suffolk County, MA (Boston) at 3.5% butterfat	18.78	per hundredweight
Processor Assessment ^{3/}	0.20	per hundredweight
Total Class I price	18.98	per hundredweight
Class I skim price @ Boston, MA Class I butterfat price @ Boston, MA	13.01 1.7776	per hundredweight per pound
Class I skim price @ New York, NY Class I butterfat price @ New York, NY	12.91 1.7766	per hundredweight per pound
Class I skim price @ <i>Philadelphia, PA</i> Class I butterfat price @ <i>Philadelphia, PA</i>	12.81 1.7756	per hundredweight per pound
Class II skim price Class II nonfat solids price	10.46 1.1622	per hundredweight
Advanced pricing factors: Base skim milk price for Class I Advanced butterfat pricing factor Advanced Class III skim milk pricing factor Advanced Class IV skim milk pricing factor	9.76 1.7451 9.71 9.76	per pound per hundredweight per pound per hundredweight per hundredweight
Two-week product price averages (weeks ending 9/6, 9/13):	September 2008 (dollars)	_
Butter	(dollars) 1.6125	per pound
Nonfat dry milk	1.2628	per pound
Cheese	1.7279	per pound
Dry whey	0.2241	per pound

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

(Class I price by location on reverse side)

The manufacturing allowances and butterfat yield factor used to compute the Federal order minimum advance Class I and Class II prices and pricing factors in this announcement, as well as future Class I and Class II prices and pricing factors, and Federal order minimum prices for Class III and Class IV milk marketed on or after October 1, 2008, will be the revised manufacturing allowances and butterfat yield factor contained in the Interim Final Rule published in the Federal Register July 31, 2008 (73 FR 44617).

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.

October 2008
Class I Price Information for the Northeast Order

			Prices			
			Skim	Butterfat	Class I#	
			dollars			
			per cwt.	per pound	per cwt.	
	Class I Mover Factor:		9.76	1.7451	15.53	
Selected						
locations	Differential*	Adjustment				
Boston, MA	3.25	0.00	13.01	1.7776	18.78	
Newport News/Portsmouth, VA	3.20	(0.05)	12.96	1.7771	18.73	
New York, NY	3.15	(0.10)	12.91	1.7766	18.68	
Long Valley, NJ	3.10	(0.15)	12.86	1.7761	18.63	
Philadelphia, PA	3.05	(0.20)	12.81	1.7756	18.58	
Agawam, MA/Baltimore, MD	3.00	(0.25)	12.76	1.7751	18.53	
Frederick, MD/New Holland, PA	2.90	(0.35)	12.66	1.7741	18.43	
Mt. Holly Springs, PA	2.80	(0.45)	12.56	1.7731	18.33	
Albany/Binghamton, NY	2.70	(0.55)	12.46	1.7721	18.23	
Middlebury, VT	2.60	(0.65)	12.36	1.7711	18.13	
Syracuse, NY	2.50	(0.75)	12.26	1.7701	18.03	
St. Albans/Swanton, VT	2.40	(0.85)	12.16	1.7691	17.93	
Watertown/Rochester, NY	2.30	(0.95)	12.06	1.7681	17.83	
Buffalo, NY	2.20	(1.05)	11.96	1.7671	17.73	
Jamestown, NY	2.10	(1.15)	11.86	1.7661	17.63	

^{*} 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 <u>et seq.</u>).