



Agricultural Marketing Service
Dairy Programs

FEDERAL MILK ORDER No. 1

Northeast Marketing Area

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ANNOUNCEMENT OF CLASS AND COMPONENT PRICES

	<u>July 2001</u>	
	<u>dollars</u>	
Class I price @ Suffolk County, MA (Boston) at 3.5% butterfat ^{1/}	18.590	per hundredweight
Processor Assessment ^{1/2/}	0.200	per hundredweight
Compact Price Regulation		
Over Order Obligation ^{1/3/}	0.000	per hundredweight
Administrative Assessment ^{1/3/}	0.027	per hundredweight
Total Class I price ^{1/}	<u>18.817</u>	per hundredweight
Class II price @ 3.5 % butterfat	15.96	per hundredweight
Class II butterfat price	2.1953	per pound
Class II skim price ^{1/}	8.58	per hundredweight
Class II nonfat solids price ^{1/}	0.9533	per pound
Class III price @ 3.5 % butterfat	15.46	per hundredweight
Class III skim price	8.08	per hundredweight
Class IV price @ 3.5 % butterfat	14.81	per hundredweight
Class IV skim milk price	7.41	per hundredweight
Component prices:		
Butterfat price	2.1883	per pound
Nonfat solids price	0.8234	per pound
Protein price	2.3175	per pound
Other solids price	0.1510	per pound

Product price monthly averages:	<u>dollars</u>	
Butter	1.9094	per pound
Nonfat dry milk	0.9634	per pound
Cheese	1.6573	per pound
Dry whey	0.2862	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)

JULY 2001
Class I Price Information for the Northeast Order

Selected locations	Differential*	Adjustment	Prices		
			Skim	Butterfat	Class I#
			per cwt.	per pound	per cwt.
Class I Mover Factor:			7.88	2.2104	15.34
Boston, MA	3.25	0.00	11.13	2.2429	18.59
Newport News/Portsmouth, VA	3.20	(0.05)	11.08	2.2424	18.54
New York, NY	3.15	(0.10)	11.03	2.2419	18.49
Long Valley, NJ	3.10	(0.15)	10.98	2.2414	18.44
Philadelphia, PA	3.05	(0.20)	10.93	2.2409	18.39
Agawam, MA/Baltimore, MD	3.00	(0.25)	10.88	2.2404	18.34
Frederick, MD/New Holland, PA	2.90	(0.35)	10.78	2.2394	18.24
Mt. Holly Springs, PA	2.80	(0.45)	10.68	2.2384	18.14
Albany/Binghamton, NY	2.70	(0.55)	10.58	2.2374	18.04
Middlebury, VT	2.60	(0.65)	10.48	2.2364	17.94
Syracuse, NY	2.50	(0.75)	10.38	2.2354	17.84
St. Albans/Swanton, VT	2.40	(0.85)	10.28	2.2344	17.74
Watertown/Rochester, NY	2.30	(0.95)	10.18	2.2334	17.64
Buffalo, NY	2.20	(1.05)	10.08	2.2324	17.54
Jamestown, NY	2.10	(1.15)	9.98	2.2314	17.44

* 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, June and July 2001*

Region	Total cash expenses		Total economic cost	
	June**	July	June**	July
	dollars per hundredweight			
Northeast	15.42	15.24	20.41	20.23
Southeast	15.10	14.96	18.76	18.59
Upper Midwest	13.97	13.83	18.67	18.54
Corn Belt	14.93	14.78	20.85	20.71
Southern Plains	13.24	13.12	16.56	16.44
Pacific	9.85	9.78	11.54	11.47

* 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.