



Agricultural Marketing Service
Dairy Programs

FEDERAL MILK ORDER No. 1

Northeast Marketing Area

30 Winter Street, Boston, MA 02108

Mailing Address:

P.O. Box 51478 (Fort Point Station)
Boston, MA 02205-1478

Tel.: (617) 542-8966 — Fax: (617) 542-0105

email: MABoston@fedmilk1.com

website: www.fnmone.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 AND COMPONENT PRICES

	<u>April 2002</u>	
	dollars	
Class I price @ <i>Suffolk County, MA (Boston)</i> at 3.5% butterfat ^{1/}	14.72	per hundredweight
Processor Assessment ^{1/ 2/}	0.20	per hundredweight
Total Class I price ^{1/}	14.92	per hundredweight
Class II price @ 3.5 % butterfat	11.88	per hundredweight
Class II butterfat price	1.2960	per pound
Class II skim price ^{1/}	7.61	per hundredweight
Class II nonfat solids price ^{1/}	0.8456	per pound
Class III price @ 3.5 % butterfat	10.85	per hundredweight
Class III skim price	6.57	per hundredweight
Class IV price @ 3.5 % butterfat	11.09	per hundredweight
Class IV skim milk price	6.82	per hundredweight
Component prices:		
Butterfat price	1.2890	per pound
Nonfat solids price	0.7575	per pound
Protein price	2.0109	per pound
Other solids price	0.0566	per pound

Product price monthly averages:	dollars	
Butter	1.1720	per pound
Nonfat dry milk	0.8975	per pound
Cheese	1.2323	per pound
Dry whey	0.1948	per pound

Estimated Utilization Percentages of Producer Milk for May 2002^{3/}

	<u>Class I</u>	<u>Class II, III and IV</u>
Butterfat	21	79
Skim Milk	41	59

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

* 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)

April 2002
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:			6.91	1.3733	11.47
Boston, MA	3.25	0.00	10.16	1.4058	14.72
Newport News/Portsmouth, VA	3.20	(0.05)	10.11	1.4053	14.67
New York, NY	3.15	(0.10)	10.06	1.4048	14.62
Long Valley, NJ	3.10	(0.15)	10.01	1.4043	14.57
Philadelphia, PA	3.05	(0.20)	9.96	1.4038	14.52
Agawam, MA/Baltimore, MD	3.00	(0.25)	9.91	1.4033	14.47
Frederick, MD/New Holland, PA	2.90	(0.35)	9.81	1.4023	14.37
Mt. Holly Springs, PA	2.80	(0.45)	9.71	1.4013	14.27
Albany/Binghamton, NY	2.70	(0.55)	9.61	1.4003	14.17
Middlebury, VT	2.60	(0.65)	9.51	1.3993	14.07
Syracuse, NY	2.50	(0.75)	9.41	1.3983	13.97
St. Albans/Swanton, VT	2.40	(0.85)	9.31	1.3973	13.87
Watertown/Rochester, NY	2.30	(0.95)	9.21	1.3963	13.77
Buffalo, NY	2.20	(1.05)	9.11	1.3953	13.67
Jamestown, NY	2.10	(1.15)	9.01	1.3943	13.57

* 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.).

Regional Milk Production Costs, March and April 2002*

Region	Total cash expenses		Total economic cost	
	March**	April	March**	April
dollars per hundredweight				
Northeast	14.43	14.80	19.66	20.10
Southeast	14.29	14.61	18.14	18.57
Upper Midwest	13.22	13.44	18.24	18.55
Corn Belt	14.14	14.41	20.32	20.68
Southern Plains	12.55	12.82	16.06	16.37
Pacific	9.35	9.50	11.20	11.40

* 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.