FEDERAL MILK ORDER No. 1

Northeast Marketing Area

ANNOUNCEMENT OF CLASS AND COMPONENT PRICES

	August 2006 dollars	
Class I price @ *Suffolk County, MA (Boston)* at 3.5% butterfat[1]	14.22	per hundredweight
Processor Assessment[1][2]	0.20	per hundredweight
Total Class I price[1]	14.42	per hundredweight
Class II price @ 3.5 % butterfat	11.16	per hundredweight
Class II butterfat price	1.3078	per pound
Class II skim price[1]	6.82	per hundredweight
Class II nonfat solids price[1]	0.7578	per pound
Class III price @ 3.5 % butterfat	11.06	per hundredweight
Class III skim price	6.74	per hundredweight
Class IV price @ 3.5 % butterfat	10.64	per hundredweight
Class IV skim milk price	6.31	per hundredweight
Component prices:		
Butterfat price	1.3008	per pound
Nonfat solids price	0.7013	per pound
Protein price	1.9050	per pound
Other solids price	0.1416	per pound

Product price monthly averages:	dollars	
Butter	1.1990	per pound
Nonfat dry milk	0.8484	per pound
Cheese	1.1813	per pound
Dry whey	0.2965	per pound

Estimated Utilization Percentages of Producer Milk for September 2006[3]

	Class I	Class II, III and IV
Butterfat	25	75
Skim Milk	47	53

[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.). 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.

[3] Utilization percentages for assigning bulk receipts at pool distributing plants from other federal order markets, Section 1000.45(a) of the Order.
Note: Price formulas are available at www.ams.usda.gov/dairy/price_formula.htm.

(Class I prices by location on reverse side)

Released: September 1, 2006

Erik F. Rasmussen
Market Administrator

August 2006
Class I Price Information for the Northeast Order

			Prices		
			Skim	Butterfat	Class I#
				dollars	
			per cwt.	per pound	per cwt.
		Class I Mover Factor:	6.96	1.2154	10.97
Selected locations	Differential*	Adjustment			
Boston, MA	3.25	0.00	10.21	1.2479	14.22
Newport News/Portsmouth, VA	3.20	(0.05)	10.16	1.2474	14.17
New York, NY	3.15	(0.10)	10.11	1.2469	14.12
Long Valley, NJ	3.10	(0.15)	10.06	1.2464	14.07
Philadelphia, PA	3.05	(0.20)	10.01	1.2459	14.02
Agawam, MA/Baltimore, MD	3.00	(0.25)	9.96	1.2454	13.97
Frederick, MD/New Holland, PA	2.90	(0.35)	9.86	1.2444	13.87
Mt. Holly Springs, PA	2.80	(0.45)	9.76	1.2434	13.77
Albany/Binghamton, NY	2.70	(0.55)	9.66	1.2424	13.67
Middlebury, VT	2.60	(0.65)	9.56	1.2414	13.57
Syracuse, NY	2.50	(0.75)	9.46	1.2404	13.47
St. Albans/Swanton, VT	2.40	(0.85)	9.36	1.2394	13.37
Watertown/Rochester, NY	2.30	(0.95)	9.26	1.2384	13.27
Buffalo, NY	2.20	(1.05)	9.16	1.2374	13.17
Jamestown, NY	2.10	(1.15)	9.06	1.2364	13.07

* 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.).