



United States Department of Agriculture

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](mailto:MABoston@fedmilk1.com)  
website: [www.fmmone.com](http://www.fmmone.com)

Albany:  
One Columbia Circle  
Albany, NY 12203-6379  
Tel.: (518) 452-4410  
Fax: (518) 464-6468  
email: [MAAlbany@fedmilk1.com](mailto:MAAlbany@fedmilk1.com)  
Alexandria:  
P.O. Box 25828  
Alexandria, VA 22313-5828  
Tel.: (703) 549-7000  
Fax: (703) 549-7003  
email: [MAAlexandria@fedmilk1.com](mailto:MAAlexandria@fedmilk1.com)

## December 2002 POOL PRICE ANNOUNCEMENT

Producer Milk	Percent	Pounds	Minimum Class Price
Class I	44.6	933,101,052	\$13.77
Class II	15.9	333,211,461	11.62
Class III	30.6	639,719,481	9.74
Class IV	8.9	185,632,053	10.49
Total Producer Milk	100.0	2,091,664,047	

<b>Producer Price Differential</b>	<b>\$2.50 /cwt. @ Suffolk County, MA (Boston)</b>
<b>Statistical Uniform Price</b>	<b>\$12.24 /cwt. @ Suffolk County, MA (Boston)</b>

Protein Price	\$1.7506 /lb.
Butterfat Price	1.1922 /lb.
Other Solids Price	0.0584 /lb.
Nonfat Solids Price	0.7282 /lb.

### COMPUTATION OF PRODUCER PRICE DIFFERENTIAL

	Product Pounds	Price per cwt./lb.	Component Value	Total Value
Class I— Skim	912,880,198	\$10.24	93,478,932.28	
Butterfat	20,220,854	1.1107	21,802,124.78	
Less: Location Adjustment to Handlers			(2,786,475.00)	\$113,151,759.88
Class II— Butterfat	25,456,399	1.1992	30,527,313.65	
Nonfat Solids	27,996,692	0.8544	23,920,373.66	54,447,687.31
Class III— Butterfat	23,303,157	1.1922	27,782,023.79	
Protein	19,521,544	1.7506	34,174,414.90	
Other Solids	36,338,271	0.0584	2,122,155.05	64,078,593.74
Class IV— Butterfat	10,824,116	1.1922	12,904,511.09	
Nonfat Solids	15,955,941	0.7282	11,619,116.26	24,523,627.35
<b>Total Classified Value</b>				<b>\$256,201,668.28</b>
Add: Overage—All Classes				47,184.77
Inventory Reclassification—All Classes				97,191.95
Other Source Receipts	68,964			2,979.24
Less: Producer Component Valuations				(214,121,841.42)
<b>Subtotal</b>				<b>\$42,227,182.82</b>
Add: Location Adjustment to Producers				10,059,322.74
One-half Unobligated Balance—Producer Settlement Fund				1,045,545.66
<b>Total Pool Milk &amp; Aggregate Value</b>	2,091,733,011			53,332,051.22
Less: Producer Settlement Fund—Reserve				(1,038,725.96)
<b>Producer Price Differential</b>		<b>\$2.50</b>		52,293,325.26
<b>Statistical Uniform Price</b>		<b>\$12.24</b>		

(Selected pool and price statistics on reverse side)

**December 2002**

**Selected Pool Statistics**

Average test of producer receipts:	Butterfat	3.82 %
	True Protein	3.06 %
	Other Solids	5.68 %

Estimated Marketwide Utilization for JANUARY 2003:

	Skim	Butterfat
Class I	21%	42%
Classes II, III, & IV	79%	58%

**Producer Price Differential and Statistical Uniform Price, by Location**

Selected Locations	Differential*	Adjustment	Producer Price Differential	Statistical # Uniform Price
	dollars per hundredweight			
Boston, MA	3.25	0.00	2.50	12.24
Newport News/Portsmouth, VA	3.20	(0.05)	2.45	12.19
New York, NY	3.15	(0.10)	2.40	12.14
Long Valley, NJ	3.10	(0.15)	2.35	12.09
Philadelphia, PA	3.05	(0.20)	2.30	12.04
Agawam, MA/Baltimore, MD	3.00	(0.25)	2.25	11.99
Frederick, MD/New Holland, PA	2.90	(0.35)	2.15	11.89
Mt. Holly Springs, PA	2.80	(0.45)	2.05	11.79
Albany/Binghamton, NY	2.70	(0.55)	1.95	11.69
Middlebury, VT	2.60	(0.65)	1.85	11.59
Syracuse, NY	2.50	(0.75)	1.75	11.49
St. Albans/Swanton, VT	2.40	(0.85)	1.65	11.39
Watertown/Rochester, NY	2.30	(0.95)	1.55	11.29
Buffalo, NY	2.20	(1.05)	1.45	11.19
Jamestown, NY	2.10	(1.15)	1.35	11.09

\* Differentials listed apply to states included in the Northeast marketing area. Outside of this area, differentials and prices may be above or below this range. Cities listed are for reference purposes only.

# Prices apply on a county basis. Prices at 3.5 percent butterfat, 2.99 percent protein, and 5.69 percent other solids.