

Department Agriculture

Agricultural Marketing Service Dairy Programs

FEDERAL MILK ORDER No. 1

Northeast Marketing Area

89 South Street, Boston MA 02111-2671 Mailing Address: P.O. Box 51478 Boston, MA 02205-1478 Tel.: (617) 737-7199 — Fax: (617) 737-8002 email: MABoston@fedmilk1.com website: www.fmmone.com

DECEMBER 2009 POOL PRICE ANNOUNCEMENT

Albany: 302A Washington Avenue Ext. Albany, NY 12203-7303 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

Minimum **Producer Milk** Percent Pounds **Class Price** Class I 47.3 904,159,885 \$17.24 Class II 17.3 331,365,702 14.25 14.98 Class III 23.1 442,007,411 Class IV 12.3 234,606,365 15.01 **Total Producer Milk** 100.0 1,912,139,363

Computation of Uniform Price (per cwt @ Suffolk County, MA - Boston)		Class III & Producer Component Prices	
Producer Price Differential	\$1.13	Protein Price	\$2.8751 /lb
Class III Price (@ 3.5% Butterfat)	\$14.98	Butterfat Price	1.5433 /lb
Statistical Uniform Price (@ 3.5% Butterfat)	\$16.11	Other Solids Price	0.1727 /lb
Statistical Uniform Price (@ Average Pool Component Tests)	\$16.97	Nonfat Solids Price	1.1068 /lb

COMPUTATION OF PRODUCER PRICE DIFFERENTIAL

		Product Pounds	Price per cwt./lb.	Component Value	Total Value
Class I—	Skim	886,662,446	\$12.56	111,364,803.22	
	Butterfat	17,497,439	1.4635	25,607,501.98	
Less	Location Adjustment to Handlers			(2,916,276.25)	\$134,056,028.99
Class II—	Butterfat	25,379,739	1.5503	39,346,209.41	
	Nonfat Solids	28,028,879	1.0156	28,466,129.52	67,812,338.93
Class III—	Butterfat	17,863,535	1.5433	27,568,793.60	
	Protein	13,844,991	2.8751	39,805,733.58	
	Other Solids	25,083,041	0.1727	4,331,841.17	71,706,368.35
Class IV—	Butterfat	11,877,973	1.5433	18,331,275.75	
	Nonfat Solids	20,475,758	1.1068	22,662,568.95	40,993,844.70
Total Clas	sified Value				\$314,568,580.97
Add:	Overage—All Classes				168,463.64
	Inventory Reclassification—All Cl	asses			398,045.07
	Other Source Receipts	382,316 F	Pounds		8,899.28
Total Pool	l Value				\$315,143,988.96
Less:	Producer Component Valuations	@ Class III Compon	ent Prices		(302,817,577.64)
Total PPD	Value Before Adjustments				\$12,326,411.32
Add	Location Adjustment to Producers	S			9,255,525.86
	One-half Unobligated Balance—Producer Settlement Fund				
Less	Producer Settlement Fund-Rese	erve			(904,316.94)
Total Pool	Milk & PPD Value	1,912,521,679 F	Producer pounds		\$21,611,494.92
	Producer Price Differential		\$1.13		
	Statistical Uniform Price		\$16.11		

(Selected pool and price statistics on reverse side)

Payment Schedule				
Payment Dates for the Month of:	DECEMBER 2009			
Payments TO the Producer Settlement Fund due on:	January 15, 2010			
Payments FROM the Producer Settlement Fund made on:	January 19, 2010			
Final payments TO a Cooperative Association must be made on:	January 19, 2010			
Final payments to Producers must be RECEIVED by:	January 20, 2010			

Producer Price Differential and Statistical Uniform Price, by Location

Selected			Producer Price	Statistical # Uniform
Locations	Differential*	Adjustment	Differential	Price
	dollars per hundredweight			
Boston, MA	3.25	0.00	1.13	16.11
Newport News/Portsmouth, VA	3.20	(0.05)	1.08	16.06
New York, NY	3.15	(0.10)	1.03	16.01
Long Valley, NJ	3.10	(0.15)	0.98	15.96
Philadelphia, PA	3.05	(0.20)	0.93	15.91
Agawam, MA/Baltimore, MD	3.00	(0.25)	0.88	15.86
Frederick, MD/New Holland, PA	2.90	(0.35)	0.78	15.76
Mt. Holly Springs, PA	2.80	(0.45)	0.68	15.66
Albany/Binghamton, NY	2.70	(0.55)	0.58	15.56
Middlebury, VT	2.60	(0.65)	0.48	15.46
Syracuse, NY	2.50	(0.75)	0.38	15.36
St. Albans/Swanton, VT	2.40	(0.85)	0.28	15.26
Watertown/Rochester, NY	2.30	(0.95)	0.18	15.16
Buffalo, NY	2.20	(1.05)	0.08	15.06
Jamestown, NY	2.10	(1.15)	(0.02)	14.96

* 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.

Selected Pool Statistics

Average test of producer receipts:	Butterfat True Protein Other Solids	3.80 % 3.13 % 5.69 %
Estimated Marketwide Utilization for JANUARY 2010:		
	Skim	Butterfat
Class I	43%	21%
Classes II, III, & IV	57%	79%