

Federal
Milk
Marketing
Order
Reform

New England, et al.
Final Decision

Regulatory Impact
Analysis

MARCH 1999

 **USDA** U.S. Department of Agriculture
Marketing and Regulatory Programs
Agricultural Marketing Service
Dairy Programs

Summary of Impacts of Class I Pricing Options on the United States; Six-year Average. 1/

Change In:	Unit	Baseline	Final Decision	Modified Option 1B	Modified Option 1A
All milk price	dol / cwt	14.73	0.00	-0.05	0.04
Class I price	dol / cwt	16.26	-0.15	-0.38	0.06
Milk marketings	mil lbs	165,142.2	14.8	(91.2)	128.7
Class I use	mil lbs	58,782.2	37.8	99.0	(14.9)
Manufacturing use	mil lbs	106,360.0	(23.0)	(190.2)	143.6
Cash receipts 2/	mil dol	24,347.9	3.2	(90.1)	77.0
Fluid expenditures	mil dol	9,562.0	(79.3)	(209.9)	31.3
Manufacturing expenditures	mil dol	14,785.9	82.5	119.8	45.7

1/ Options include the effects of the Class II, III, and IV pricing formulas.

2/ Cash receipts do not reflect the termination of the \$0.15 per cwt transportation credit in New York-New Jersey for the Final Decision and Modified Options 1B and 1A.