



STATE OF NEW YORK
DEPARTMENT OF AGRICULTURE AND MARKETS
I WINNERS CIRCLE
ALBANY, NEW YORK 12235

DIVISION OF MILK CONTROL AND DAIRY SERVICES
518-457-5731

TO: Retailers of Milk
DATE: February 20, 2004
SUBJECT: Announcement of threshold price relative to milk price gouging law,
effective MARCH 2004

THRESHOLD PRICE

For **MARCH 2004**, threshold prices for milk, lowfat milk, or skim milk offered for retail sale in the state are:

	<u>Gallon</u>	<u>Half Gallon</u>	<u>Quart</u>
Metro Region: (NYC and Counties of Nassau, Suffolk, Rockland, Westchester, Orange, Putnam and Dutchess)	\$2.85	\$1.48	\$0.77
Upstate Region: (Remaining Counties)	\$2.64	\$1.37	\$0.72

A retailer who sells above the threshold price may be in violation of the law unless such selling price is justified as not being unconscionably excessive. Such justification includes net invoice price paid for the milk item plus actual costs incurred in handling and selling that milk item.

Compared to the previous threshold, prices increased \$0.06 a gallon and \$0.03 a half gallon and \$0.01 a quart in Metro and Upstate NY. The increase reflects the underlying change in the federal order Class 1 price (3.5% butterfat) which increased \$0.35 per hundredweight from February 2004. The threshold price is calculated by multiplying by two the total of two components, the minimum federal order price and the premium paid for Class 1 milk.