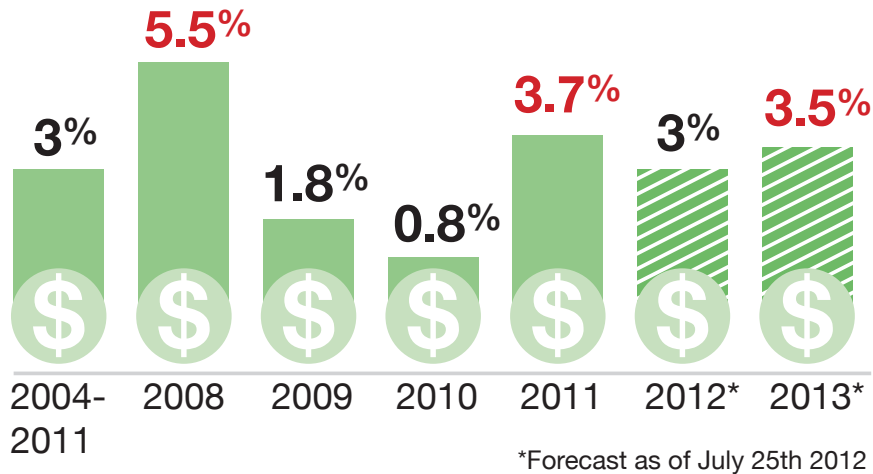




US Drought and Your Food Costs

Note: Graphics represent all food (food at home + food away from home).

Historical Food Price Inflation



What it means: Food price inflation is expected to be close to the historical average this year and just slightly above that next year.

What Affects Your Food Costs?



What it means: Commodity prices are just one of many factors affecting retail food prices. Commodities make up about 14% of the average retail food purchase, so even if all commodity prices doubled, retail food prices would increase by about 14%.*

*For additional information, see USDA ERS resources: <http://www.ers.usda.gov/media/131100/err114.pdf> and <http://www.ers.usda.gov/data-products/food-price-outlook.aspx>.