

the source

Weather Update

High and low pressure systems battle for control out West through mid-week. Seasonal temperatures are expected throughout the Southwestern region. High pressure wins out by Wednesday, with warmer temperatures and off shore flow into next week. Monsoonal moisture from the Pacific Ocean will continue to bring a chance of afternoon showers to the upper terrain through the week.

We are monitoring a couple of tropical storms; Claudette off the Eastern Seaboard and De-lore off the Mexican coast. At the moment, neither system is a tremendous threat but will need to be closely monitored over the next few days. We will update the track of the new systems as reports become available.

The Southeast regions will continue with scattered showers as a couple of weak fronts move through the region this week with temperatures generally in the low 90s. Parts of the Mid-Atlantic region will remain under flash flood threat, as a series of disturbances drop in from the Northwest. These systems combined with the tropical system off the coast can create conditions for heavy precipitation later this week.



Market Alerts

Onions

New Mexico - Rain and hail this last week has supplies limited with climbing market.

Citrus (Lemons)

Demand exceeds supply. Summertime demand and lighter production caused by the California drought. Expect lighter supplies throughout the summer and into the fall.

Bell Peppers (Western)

Because of recent hot weather, western bell peppers are exhibiting some quality issues, sun scald, blemishing, and discolorations; this is industry wide in the west. Weather cooperating we should see quality improving in the next couple of weeks.

A Peek at Peak Seasons

Berries (Strawberries)

We are entering post-peak production period for California strawberries. Volume will continue to gradually decline and fruit size will continually decrease.



Commodity Updates



APPLES

California has one shipper still packing gala apples and they are peaking on 100/113s with only light supplies of 80s and larger. This early variety is high in color. The market is being quoted steady but there is some volume flex.

Michigan is still packing Red Delicious and they say they will have fruit through the month. They are still peaking on 100s and larger and are short on the smaller sizes. The quality has been fair due to lighter pressures.

Washington Red Delicious are still being quoted steady but the price-flex for 88s and larger is available. Most shippers are still peaking on 88s and larger in the premium and Washington extra #1 grades. Golden Delicious are mostly steady on most sizes, some shippers are higher. 125 & 138s are still more limited than the other sizes. Granny-Smith are mostly steady to higher and supplies are getting into fewer hands. Washington Granny-smith continue to peak on 72s and larger. Supplies of 100s and smaller remain short. Fujis and Galas are cleaning up quickly and supplies are limited, most shippers have holes in their manifests and are quoting higher. The markets for both varieties remain active and will remain so throughout the balance of the storage season.



ASPARAGUS

The asparagus market is strengthening. Quality and volume out of Mexico (our principal growing region now) is suffering due to rain. Peruvian asparagus is coming in to the East Coast but quantities are not sufficient to cover current demand. This market looks to remain strong throughout the week.



AVOCADO

California: harvest has declined after the July 4th holiday; dropping 15 percent last week. Production is expected to decrease slightly over the next several weeks, as the Southern region wraps up its harvest. Peak sizing on 48's / 60's. Very good demand is keeping supplies on all sizes tight, but currently matching supplies. Quality and flavor are both excellent.

Mexico: production dipped down last week by 23 percent. Harvest this week is expected to bounce back up with a mix of old crop and the Flor Loca crop. The Flor Loca crop from Mexico is in the supply chain now; expect Flor Loca to have less maturity than the old crop, lower oil, brighter green and slower to break. Ripe fruit could still be

green in color as the skin isn't mature enough for it to darken. Color is not an indication of ripeness, pressure is.



BELL PEPPERS

Eastern: The pepper market continues to be extremely tight. However, relief is in sight as the Carolinas and New Jersey finally ramp up their volume. Michigan is still several days away, but prices should start easing up over the next few days.

Western: Green and colored bell pepper continue to be in a demand exceeds situation. Production has slowed and lack of availability has pressed markets upwards. Green bell pepper continues to be short, red bell pepper is starting to show some relief from high FOBs. Red bell pepper production is catching up and market is softening slightly.



BERRIES (BLACKBERRIES)

Demand has been moderate to good. Availability has varied by shipper, day to day. Some shippers are still gapping on blackberries and fill-rating orders based on daily availability or ability to purchase product outside of their label. Production volumes should continue to increase as we move through July with projected peak volumes to come at the beginning of August. Warmer weather has continued to bring on the fruit and produce better flavor.



BERRIES (BLUEBERRIES)

With several growing regions going at this time, we look to have very good availability throughout the month of July. Quality is good overall in all areas. Larger volume packs are available and are being promoted currently. This is an excellent time to promote fresh blueberries with deals available in large packs and bulk.



BERRIES (RASPBERRIES)

Raspberry production volumes are increasing and the CA crop is lining up to peak in early August. Good quality is reported overall and consistent shelf life.



BERRIES (STRAWBERRIES)

Demand is moderate overall with better demand for best quality fruit. Many grower/shippers have been diverting fields to processing fruit (freezer, juice) to avoid quality issues on arrivals in the fresh market. Nighttime temperatures are remaining warmer than normal and humidity has been high. Increased quality issues are being reported from white shoulders and green tips to soft, bruised, overripe, mildew and generally smaller fruit. Order only what you need at this time as you do not want to get long on fruit. Maintaining proper cold-chain will be of



Commodity Updates



utmost importance to reduce the occurrence of mold popping up on the fruit when exposed to warm temperatures.



BROCCOLI

Good supplies and good quality with just average demand are keeping the broccoli market flat. The short term outlook continues to be about the same. We see a possible supply gap developing around the end of this week into next week. Supplies out of Mexico are beginning to show some yellowing and hollow core. Growers here are ahead of themselves in the field as the warmer than normal temperatures have brought the fields on ahead of schedule. Any increase in demand coupled with these factors will force this market up.



CARROTS

Bakersfield crop is in full swing on production. Weather has been warm and size is coming on and we're seeing much better production of Jumbo carrots.



CAULIFLOWER

The cauliflower market is showing signs of improving. Quality, due to the excessive heat last week, is only fair to good and is reducing yields per acre. Lighter supplies with average demand have firmed this market up. Any increase in demand (or further decrease in supplies) will push this market higher.



CELERY

Despite a push by shippers last week, these markets have fallen back. Unseasonably warm weather has brought supplies on. This, along with the start of the Michigan deal, looks to keep this market down for the remainder of the week. We see no reason for significant improvement in this market; barring a weather event, until demand picks up for school business.



CHERRIES

The cherry market continues to decline as we approach the end of harvest this week. Quality is reported as fair to good with sizing peaking on the 10.5 to 11 row. We expect to see inventory available well into next week as poor demand overall continues to be the norm.



CITRUS (LEMONS)

Crop is peaking on 140s and smaller. Demand is exceeding supplies on all sizes and grades of fruit. Very good demand and drought conditions in growing areas means less production of fruit and no size

growth. These are the major factors for the demand exceeds supply conditions.



CITRUS (LIMES)

The lime market once again continues to be steady on all sizes. Growers continue harvesting less due to low market conditions. Lower prices have helped demand on all sizes. The overall quality is very good on the crop that is being harvested. Growers are starting to get into old crop limes now. We should start seeing thinner skin with lighter color in some lots coming up.



CITRUS (ORANGES)

California Valencia oranges are going with good volume on 72s, 88s, 113s, 138's. Demand is improving on 88's/113's/138's and seeing prices firm up for some shippers as well as slowing the pace of packing fruit to begin stretching out this year's lighter volume crop. Quality on Valencias is very good.



CUCUMBERS

Eastern: The cucumber market is finally turning around as the persistent wet weather clears up and temperatures warm throughout the Eastern growing regions. Increased volume and lower pricing should be the trend heading into the weekend.

Western: Market is steady although high FOB's. Because of some growing districts wrapping up in Mexico, supplies are very light and in a demand exceeds situation. Baja California is shipping with good quality but their supplies are not meeting current demand. We're starting to see some new acreage coming online and market is softening slightly.



EGGPLANT

Eastern: Eggplant in the east is scarce this week. Georgia is done and Michigan is far from ready. That leaves the Carolinas and New Jersey, which are currently not producing enough eggplant to meet market demand. This market should stay at the higher levels for the remainder of the week.

Western: California is the main source of eggplant in the west. Current production is having trouble keeping up with demand. Because of recent weather and transitions, supplies have been lagging.



Commodity Updates



GRAPES

Green: The green grape market is about steady with some easing off as numbers improve at harvest. This easing should continue into next week with the increasing volumes. Quality and size is generally very good.

Red: The red grape market continues to settle as harvest numbers increase. Size is also improving dramatically with the new blocks of flames being harvested showing much more of the extra large fruit. Quality is reported as generally very good.



GREEN ONIONS

Rain in Mexico is limiting harvest. Lighter supplies with steady demand have firmed up this market. Quality out of Mexico, due to the weather, is only fair. Salinas production and quality continue to be good. We expect to see this market moderate as the weather clears and production out of Mexico is able to return to normal.



LEAF LETTUCE

The red leaf and green leaf markets are about steady, with adequate supplies to meet light demand. Quality on these is fairly good with good weights. The occasional insect damage appears to be the only real issue and this is generally light and limited to a few select lots. The romaine market is falling with better supplies available from all shippers. Quality is more of an issue with some fringe burn, tip burn and the occasional insect damage showing up. The market on Boston is steady with adequate supply for limited demand.



ICEBERG LETTUCE

Lighter demand and increasing supplies, due to the warm weather in California, are pulling the Iceberg Lettuce market down. Quality is fair to good at best with fringe burn, tip burn and some insect damage showing up in many of the lots being harvested. We see no change in this market for the coming week.



MELON (CANTALOUPE)

The San Joaquin Valley aka "The West Side" is running at a good pace on all sizes of cantaloupes. The peak size is mainly 12s and 15ct but the size curve is moving back towards the larger sizes. The West Side has very good quality and good sugar content. The current market is steady to lower on 9s and 12s. The market on 15s is steady for now at the current level.



MELON (HONEYDEW)

The San Joaquin Valley aka "The West Side" is our main producer now. The peak size is currently 6s and is slowly shifting towards the larger sizes. The quality and sugar contents are high for the dews right now and this trend looks to continue. The market on the 5s and 6s is trending slowly downwards and should do so for the next few days.



MELON (WATERMELON)

Most product coming in bins/cartons are packed upon request. Some light supplies are coming from Southern California, Southern Texas and Georgia. Market continues to be in a demand exceeds situation. We anticipate other districts to come online soon possibly softening the market.



ONIONS

New Mexico growers are starting to ship onions again after the several days of rain and hail that they where hit with last week. One thing to beware of is you will see some minor staining present on the external root end of the bulbs from sitting in the wet soil. New Mexico has roughly 4 weeks left and with good weather in the forecast we expect things should end on a good note. Market is active on all colors and sizes but should stabilize by next week as supplies improve. California continues to have light supplies of all colors this week due to growers switching varieties. I do not anticipate any issues filling orders but some orders could be delayed. Supplies will not improve out of this area till late next week.

Washington has just started to break ground on new crop onions this week. The size profile on the first onions has been small, peaking on mediums and smaller. The size should slowly increase over the next couple of weeks. Overall quality is being reported as good. Idaho is schedule to start to break ground the front part of August.



PEARS

California continues to pack Bartlett pears in Lodi/Courtland. They are peaking on US#1 80/90/100s and the market is steady on all sizes due to strong demand. Stark Crimson pears are peaking between 35-55 size half cartons. The Crimson market is also steady on all sizes. The quality for both has been good.

Washington still has D'anjou pears and they are peaking on US#1 80-100s. Most packers are limited on US#1 110's and smaller and all sizes in the fancy grade. The D'anjou market is steady. Washington will pack D'anjou pears through July.

The Chilean pears are cleaning up and should be finished any day.



Commodity Updates



POTATOES

Potato demand out of all growing areas is steady with very little change in pricing and availability. Quality is being reported as good. All growing regions continue to feel comfortable on bridging the gap from old crop to new crop. New crop harvest will begin around the end of July in Washington and Wisconsin. Followed closely by Idaho and Colorado. All potato growing areas have had near to perfect growing season this year and expect to see a nice supply of all sizes with good quality. The only wild card is Mother Nature who could still change quality and size profile in the crop.

COLORED POTATOES

Bakersfield, California continues to pack red, white, and gold potatoes. Most suppliers have finished for the season, so supplies are light on all sizes especially whites and golds, but the market remains steady. All colors continue to peak on A-size. Bakersfield will pack reds and golds through July 24th and whites through August. The quality has been good.

Stockton, California is packing all colors. All are heavy to A-size and the markets are steady. The quality is good with little if any skinning.

Muleshoe, Texas is packing red potatoes and a few golds, they are both peaking on A-size. The demand has been strong and the market is steady. The quality has been good.

Alabama is steady on reds and they are peaking on A-size. Alabama has more bags than cartons, but both are available. Nobody packs C's in Alabama. They will have golds next week.

Camden, North Carolina is packing all colors but they have more whites and reds available, with only light supplies of golds. All colors are heavy to A-size while the red & golds C's are extremely short. The quality is being reported as good.

Virginia is packing all colors as well and they also have more whites and reds, with only light supplies of golds. All colors are heavy to A-size. Red and gold C's are limited here as well. The quality is being reported as good, but some packers have had minor skinning issues.

Wisconsin has started packing reds but they still only have B-size, the market is steady.

SQUASH

Eastern: Growing regions continue to be in a demand exceeds supply situation. Because heavy rains have been pounding the Ohio/Michigan and New Jersey growing regions for some time, it will take awhile for them to catch up with volume. Expect a few more days at most of the demand exceeds situation before everything loosens up again.

Western: Italian and yellow squash are higher. Because of recent weather and transitions some production has slowed down and

demand has pressed markets up. Currently a demand exceeds market.

STONE FRUIT

Peaches and nectarines are now peaking on the larger tray packs. The market on these has stabilized as the freezers have stepped into the picture. Smaller size volume fill packs are still available at a discount as shippers attempt to clean up inventory. Industry projections are now for supplies to tighten up substantially by the middle of August with the majority of shippers finishing several weeks earlier than normal. The plum market is steady as quality and availability continue to be very good. Sizing on both red and black plums is still peaking on the 50's and 60's. Most shippers are calling the apricot deal done but there are still a few of the late season Brittany Gold's available. The market on these is steady.

TOMATOES

Eastern:

Weather is still an issue in the East and is causing harvest delays in the Tennessee and Virginia regions. Buyers are looking west to fill product needs. Round and roma tomato volume are increasing with Tennessee and Virginia starting to harvesting this week. Cherry and grape tomatoes along the eastern shore have started harvesting in decent volumes. The East is still in a supply does not meet demand position but the gap is closing. The grape tomatoes are yielding higher than expected. This should help bring the price down. The current supply is steady and should cover demand.

Western:

Pressure from the East has caused the Western markets to tighten up a bit. Central Mexico remains steady in supply and we should start seeing some smaller fruit crossing as crops get into seconds. Roma tomatoes remain in moderate to light supplies and decent quality with another increase in price on the horizon as Eastern growers offer out competitive pricing. Grape and cherry tomatoes are improving with supplies meeting demand. Northern Baja / Central Mexico grape tomatoes are seeing good quality and volume. San Joaquin Valley is in lighter supply with decent quality. Weather permitting, we can expect the market to soften a bit. Tropical Storm Dolores however is located about 175 miles southwest of Manzanillo moving to the west-northwest at 12 mph. Maximum sustained winds in the system were estimated to be 70 mph, just shy of hurricane strength. Over the next five days, Dolores is expected to continue tracking northwest slowly as it intensifies to a CAT 3 Hurricane south of Baja by Wednesday. Long range models have been fairly consistent in a slow northwest track thru the weekend, then turning northward early next week and dissipating at



Freight Information



Truckin' Along

Look for trucks in California to be steady this week. Washington and the Northwest should hold steady as well. Crude oil remained steady and is currently 52.20 per barrel. Fuel prices remained steady again this week with CA pricing at 3.133 per gallon and the national average at 2.814.

U.S. On-Highway Diesel Fuel Prices* (dollars per gallon)

[full history](#)

	06/29/15	07/06/15	07/13/15	Change from	
				week ago	year ago
U.S.	2.843	2.832	2.814	↓ -0.018	↓ -1.080
East Coast (PADD1)	2.954	2.938	2.915	↓ -0.023	↓ -1.046
New England (PADD1A)	3.071	3.060	3.029	↓ -0.031	↓ -1.049
Central Atlantic (PADD1B)	3.094	3.073	3.038	↓ -0.035	↓ -1.013
Lower Atlantic (PADD1C)	2.823	2.810	2.797	↓ -0.013	↓ -1.069
Midwest (PADD2)	2.731	2.724	2.704	↓ -0.020	↓ -1.133
Gulf Coast (PADD3)	2.730	2.712	2.708	↓ -0.004	↓ -1.079
Rocky Mountain (PADD4)	2.776	2.785	2.787	↑ 0.002	↓ -1.109
West Coast (PADD5)	3.068	3.069	3.037	↓ -0.032	↓ -1.015
West Coast less California	2.978	2.978	2.919	↓ -0.059	↓ -1.052
California	3.141	3.142	3.133	↓ -0.009	↓ -0.986

Transitions & Temperatures

Berries (Blueberries):

GA and NC have ended most major production on fresh blueberries.

MI is ramping up on volume this week.

Berries (Blackberries)

GA and NC volumes have declined significantly and will continue to do so until fresh production ends for the season in those areas.



Commodities at a Glance



Apples	Market	Quality
Stockton, CA	Lower/Steady	Good
Wenatchee/Yakima, WA and Hood River, OR	Steady	Good
Coopersville/Belding/Sparta, MI	Steady	Fair

Asparagus	Market	Quality
Coborca, Mexico	Steady/Higher	Fair
Ica, Peru to Trujillo	Steady/Higher	Good

Avocado (California)	Market	Quality
Oxnard/Ventura, CA	Steady	Excellent
Temecula/Escondido, CA	Steady	Excellent

Avocado (Mexico)	Market	Quality
Michoacan, Mexico	Steady	Good

Bell Peppers (East)	Market	Quality
Henderson / Buncomb County, NC	Higher	Good

Bell Peppers (West)	Market	Quality
Oxnard, CA	Steady	Good
Salinas Valley, CA	Steady	Good

Berries (Blackberries)	Market	Quality
Salinas, CA	Steady	Good
Watsonville, CA	Steady	Good
Santa Maria, CA	Steady	Good

Berries (Blueberries)	Market	Quality
Pitt Meadows, BC	Steady	Good
Salem, OR	Steady	Good
Mossyrock, WA	Steady	Good
Hammonton, NJ	Steady	Good
Grand Junction, MI	Steady/Higher	Good
Demotte, IN	Steady/Higher	Good

Berries (Raspberries)	Market	Quality
Salinas, CA	Steady	Good
Watsonville, CA	Steady	Good
Santa Maria, CA	Steady	Good
Oxnard, CA	Steady	Good

Berries (Strawberries)	Market	Quality
Salinas Valley, CA	Steady	Fair
Watsonville, CA	Steady	Fair
Santa Maria, CA	Steady	Fair

Broccoli	Market	Quality
Salinas Valley, CA	Steady	Good
Oxnard/Santa Maria, CA	Steady	Good
McAllen, TX	Steady	Good

Carrots	Market	Quality
Bakersfield/Santa Maria, CA	Steady	Good

Cauliflower	Market	Quality
Oxnard/Santa Maria, CA	Steady/Higher	Good
Salinas Valley, CA	Steady/Higher	Good



Commodities at a Glance



Celery	Market	Quality
Oxnard/Santa Maria, CA	Steady	Excellent
Salinas Valley, CA	Steady	Excellent

Cherries	Market	Quality
Yakima, WA	Lower/Steady	Fair

Citrus (Lemons)	Market	Quality
Merced/Bakersfield, CA	Steady	Good
Oxnard/Ventura, CA	Steady	Good

Citrus (Limes)	Market	Quality
Veracruz, Mexico	Steady	Good

Citrus (Oranges)	Market	Quality
Merced to Bakersfield, CA	Steady/Higher	Excellent
Riverside, CA	Steady/Higher	Excellent

Cucumbers (Eastern)	Market	Quality
Henderson / Buncomb County, NC	Higher	Fair
Seneca / Summit County, OH	Higher	Fair
Ottawa / Kent / Berrien County, MI	Higher	Fair

Cucumbers (Western)	Market	Quality
Southern Baja California Sur, Mexico	Lower/Steady	Good
Northern Baja California Norte, Mexico	Lower/Steady	Good

Eggplant (Eastern)	Market	Quality
Lee / Grady County, GA	Higher	Fair

Eggplant (Western)	Market	Quality
Fresno, CA	Steady	Good
Southern CA	Steady	Good

Grapes (Green)	Market	Quality
Arvin, CA	Lower/Steady	Excellent

Grapes (Red)	Market	Quality
Delano, CA	Steady	Excellent
Arvin, CA	Steady	Excellent

Green Onions	Market	Quality
Mexicali, Baja	Steady/Higher	Good
Salinas Valley, CA	Steady/Higher	Excellent

Lettuce Iceberg	Market	Quality
Oxnard/Santa Maria, CA	Lower/Steady	Good
Salinas Valley, CA	Lower/Steady	Good

Lettuce Leaf	Market	Quality
Oxnard/Santa Maria, CA	Lower/Steady	Good
Salinas Valley, CA	Lower/Steady	Good

Melon (Cantaloupe)	Market	Quality
Firebaugh, CA	Lower/Steady	Excellent
Mendota, CA	Lower/Steady	Excellent

Melon (Honeydew)	Market	Quality
Firebaugh, CA	Lower/Steady	Excellent
Mendota, CA	Lower/Steady	Excellent

Melon (Watermelon)	Market	Quality
Coachella Valley	Steady/Higher	Good
McAllen, TX	Steady/Higher	Good



Commodities at a Glance



Onions	Market	Quality
Huron/Metler, CA	Higher	Good
Las Cruces, NM	Higher	Fair
Quincy/Hermiston, WA	Steady/Higher	Good

Pears	Market	Quality
Stockton, CA	Steady	Excellent
Wenatchee/Yakima, WA and Hood River, OR	Steady	Fair
Chile	Steady	Good

Potatoes	Market	Quality
Hamer/Rupert, ID	Steady	Good
Quincy/Hermiston, WA	Steady	Good
Eastern Colorado	Steady	Good
Plover/Bancroft, WI	Steady	Good

Potatoes (colored)	Market	Quality
Bakersfield, CA	Steady/Higher	Good
Stockton, CA	Steady	Good
Muleshoe, TX	Steady	Good
Ider, AL	Steady	Good
Hallwood/Horntown/Cape Charles, VA	Steady	Fair
Elizabeth City/Camden, NC	Steady	Good

Squash (Eastern)	Market	Quality
Seneca / Summit County, OH	Higher	Fair
Ottawa / Kent / Berrien County, MI	Higher	Fair
Henderson / Bucomb County, NC	Higher	Good

Squash (Western)	Market	Quality
Santa Maria, CA	Steady/Higher	Good
Southern Coast CA	Steady/Higher	Good

Stone Fruit	Market	Quality
Madera south to Arvin, CA	Steady	Good

Tomatoes (Eastern)	Market	Quality
Charleston, SC	Steady	Good
Cedarville/Hammonton, VA	Lower/Steady	Good

Tomatoes (Western)	Market	Quality
Coachella Valley, CA	Steady/Higher	Good
Southern San Joaquin Valley, CA	Steady/Higher	Good
Southern Baja California Sur, Mexico	Steady/Higher	Good

