Kansas State University's "Rural Grocery Initiative"

RG **I** Rural Grocery Initiative

Strengthening our stores Strengthening our communities

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Kansas State University's Center for Engagement and Community Development

Mission:

To connect the resources and expertise of Kansas State University to the significant issues of public need facing Kansans and communities worldwide.

Why Focus on Rural Food Retail?

Because, Rural Grocery Stores Provide:

Economic Development

 Rural grocery stores are an important rural economic driver

Food Access

 Rural grocery stores provide a primary source of nutritious and competitively priced foods

Important Community Hubs

 Rural grocery stores provide important local, civic and social meeting spaces



Economic Development: Why Focus on Rural Grocery Stores

• Because,

Rural grocery stores are a critical small business

- I. Grocery Stores are resilient businesses in economic downturn times
- 2. Grocery stores provide numerous local jobs
 - 14 average number of jobs in rural communities (5 full time; 9 part time)
- 3. Grocery stores represent a significant source of local sales taxes (20%)
- 4. Locally-owned, small business have a larger economic multiplier
- 5. SNAP and WIC:
 - Every \$5 spent in benefits generates \$9 in local spending at grocery stores
 - SNAP / WIC dollars especially important in times of economic downturn



Healthy Food Access: Why Focus on Rural Grocery Stores

Because,

8% of rural population (Approx.
4.75 million people) in the U.S.
are living in communities
lacking access to healthy foods.
(Policy Link; Food Trust, 2013)

- Poverty: 20% of census tract is below poverty level.
- Lack of Access: 33% of the census tract's population resides more than 10 miles from a supermarket or large grocery store.



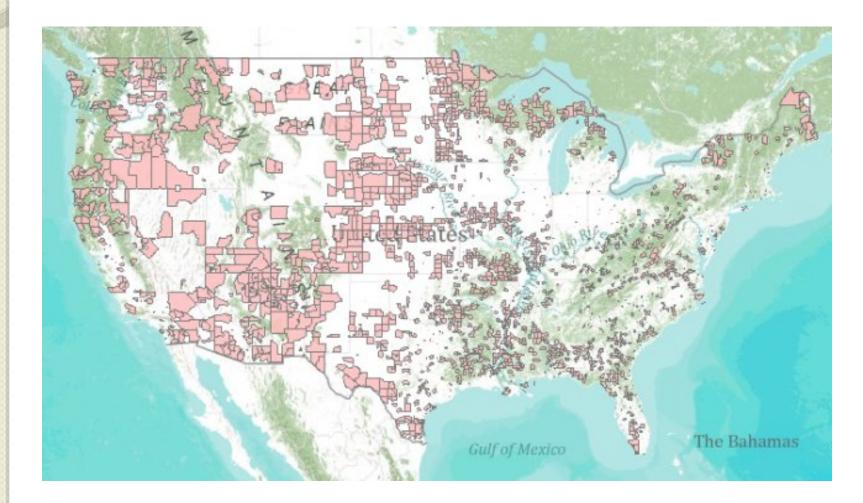
Healthy Food Access: Why Focus on Rural Grocery Stores?

Because,

- Rural areas suffer the highest obesity rates in the nation
- 2. Rural grocery stores offer more healthy foods, at lower cost, than rural convenience stores.
- 3. Prevalence of grocery stores in non-metro counties is inversely associated with incidence of obesity.
- 4. Rural grocery stores are often distribution point for locally-sources foods



Healthy Food Access: 2011 USDA Food Desert Map



Community Hubs: Why Focus on Rural Grocery Stores?

o Because,

- They are sites where community bonds are created and sustained
 - Meeting spaces
 - Libraries
 - Art galleries
- Broad and creative interaction takes place there
- They are a setting for grassroots politics, and
- They promote social equality by leveling the status of citizen patrons.



Kansas State University's Rural Grocery Initiative

<u>Goals:</u>

- Identify challenges facing rural grocery stores (2,500 or less)
- 2. Develop responses to those challenges
- 3. Identify and detail sustainable business models of grocer operation
- 4. Build virtual and face-to-face information networks for rural grocers

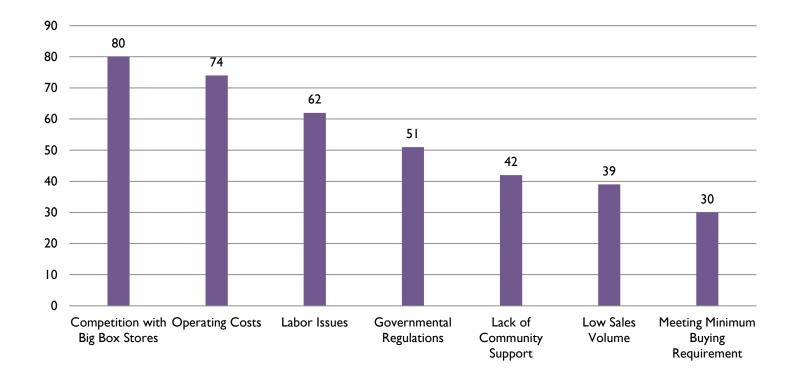
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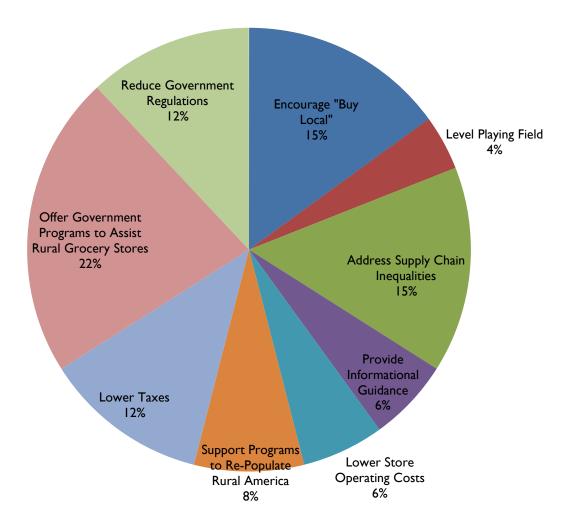
Rural Grocery Initiative

Rural Grocer Survey: Top Seven Challenges

Rural Grocer Challenges: Percent of Owners Identifying Each Challenge



2011 Survey of Rural Grocers: What Can be Done to Help Rural Grocery Operations?



RGI Responses to Grocer Challenges: Generating Community Support

 Highlight the power of community support
 Walsh. CO

- Build community investment
 - FEAST Community Conversatioins
- Promote effective grocery store operations
 - Customer service



RGI Responses to Grocer Challenges: Meeting Minimum Buying Requirements

Identifying and facilitating grocery collaborations

Facilitating / energizing regional distribution centers

Exploring ways to increase food sales

- Increasing Community Support
- Partnering with Institutional Buyers
- Partnering with Local Growers



RGI Responses to Grocer Challenges: Identifying and Assisting with Sustainable Models of Grocery Operation

Rural Grocery Ownership Models

- School-based enterprise
- Community owned
- Public / private partnerships
- Cooperatives
- Sole proprietorships
- 501(c)3
- Rural Grocery Toolkit
 - Tools for establishing rural grocery stores
 - Tools for existing rural grocery stores
- Rural Grocery Case Studies
 - Grocery stores partnering with institutional buyers
 - Grocery stores partnering with local growers



RGI Responses to Grocer Challenges: Building Information Networks for Rural Grocers & Stakeholders

- Virtual Networks
- <u>www.ruralgrocery.org</u>
- Rural Grocery FB / Twitter
- Face-to-Face Networks
 - Rural Grocery Summits (2008, 2010, 2012, 2014)
 - Network Development through FEAST



RGI: Where Do We Go From Here?

RGI Focus Areas:

Demonstrate the value of rural grocery stores

- I. From economic view
- 2. From health perspective
- 3. From social / civic view
- 2. Explore feasibility of establishing food distribution center in NW Kansas
- Explore feasibility of additional food hubs in KS
- 4. Work with communities across KS to engage in FEAST conversations
- 5. Increase nutrition education in rural grocery stores





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