Buying and Selling Locally Grown Food in Your Grocery Store MYTHS – CHALLENGES - OPPORTUNITIES



REGIONAL SUSTAINABLE **DEVELOPMENT PARTNERSHIPS**



Sustainable Agriculture and Local Food









MYTHS

- I can't sell food provided by farmers. It is not an approved source
- FACT: farmers are NOT required to be licensed to sell fresh, raw fruits and veggies to grocery stores (federal rules; individual states may vary)

MYTHS

- My wholesaler says I have to buy THEIR products and I cannot buy from local farmers
- FACT: This is frequently heard of, but not often heard. As a grocer you have the right to by from whomever you want. You can also ask your wholesaler to carry local produce

MYTHS

What myths (or realities) have you heard or experienced it buying food directly from farmers?







BYPASS THE DISTRIBUTION SYSTEM





University of Minnesota | extension



CHALLENGES (FOR GROCER)

- Consistent product or supply- seasonality
- Product can be more expensive
- Managing produce is labor intensive
- Multiple invoicing and payment schedules

CHALLENGES





CHALLENGES (FOR FARMER)

- May take time to build client base
- Need to know and practice good post harvest handling techniques to ensure consistent quality
- Product needs to be consistent and available to coordinate with grocery and/or wholesale supply

WHAT CHALLENGES HAVE YOU EXPERIENCED OR COULD ANTICIPATE EXPERIENCING?



OPPORTUNITIES

- Local products can differentiate your store- create customer loyalty
- Merchandizing
- Farmer can work for you (bagging, trimming, placement, etc...)
- Utilize commercial kitchen in-store (farmers can cut, bag, chop to add value to product)
- Attract a range of customers to your store (those who want \$4 eggs & Hutterite squash)
- Spillover shopping (people don't just buy one thing)



MERCHANDIZING



MERCHANDIZING







OPPORTUNITIES

- Higher quality
 - Work with farmers to get exactly what you want
 - Product differentiation and new varieties
 - If farmers are using good post harvest technique you can have the freshest product



PRODUCT DIFFERENTIATION





OPPORTUNITIES

- Get creative
 - Farmers market in the store
 - Carry farmers' 'leftovers'
- Local supply chains = resilience in turbulent times
- Get your distributor to support local producers



OPPORTUNITY





PRODUCE: EX. RUSS DAVIS WHOLESALE









SUPPORT THE LOCAL ECONOMY



Thank you Rural Grocers! For keeping our towns vital.



© 2013 Regents of the University of Minnesota. All rights reserved.

The University of Minnesota is an equal opportunity educator and employer. This PowerPoint is available in alternative formats upon request. Direct requests to

