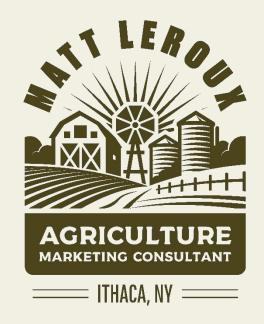
Creating Consumer-friendly Bulk Meat Sales



Giana Van NiceBlue Dog Farms
New Freedom, PA





- Master's in Ag/Food Marketing, Cornell
- Ag. Marketing Specialist, CCE, 11 years
- Created Cornell Meat Price Calculator
- New England Livestock Alliance & Heritage Breeds Conservancy.
- Ultrasound Technician for Beef Carcass Quality

Creating Consumer-friendly Bulk Meat Sales

What we will cover in this presentation:

- 1. Understanding the consumer
- 2. Creating the product
- 3. Selling & Delivering
- 4. Pricing
- 5. Reaching Consumers

How to get started

- 1. Call processors to get slots.
- 2. Calculate pricing.
- 3. Work on your product and description.
- 4. Create Facebook & other web pages.
- 5. Start sharing, get help from friends.

Crisis Situation



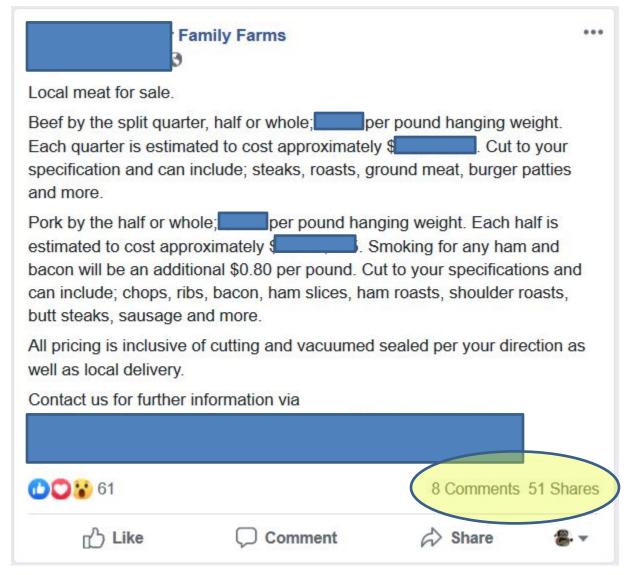
Tyson Foods warns of meat shortages: 'The food supply is breaking'

Scott Stump 4 hrs ago

- One of the nation's top meat companies has issued a warning that there could be a shortage at grocery stores nationwide due to the ongoing coronavirus pandemic.



Also a huge opportunity



Marketing is the process of:

Understanding what the consumer wants, developing the product, and getting it to them.

- 1. Understand
- 2. Create
- 3. Sell & Deliver



What do your customers want?

Local food buyers: Who are they?

Try to understand your <u>target customers</u> to best serve them.

Main Groups of Local Meat Buyers

- Foodie/ Locavore Enthusiasts- experience driven.
- · Social Cause / Personal Health-cause driven.
- Traditional buyers- price driven.
- Ethnic/Religious- culturally driven.
- Pandemic "crisis" consumers- security driven.



Characteristics of the NEW Local Meat Buyer: The Crisis Consumer

Problems

- Want to leave home as little as possible.
- Prefer online ordering & payment.
- Worried about food shortages, particularly meat.
- Worried about bringing the virus into the home on goods.
- May not have the money for large purchases.
- Possibly nervous about spending on large purchases.

Characteristics of the NEW Local Meat Buyer: The Crisis Consumer

Opportunities

- Cooking more/most meals at home.
- Willing to buy in bulk (stockpile).
- Eager to buy from a short supply chain.
- Eager to support local businesses.
- Looking for ideas for meals.
- Bulk pricing offers better price/LB. than single cuts.

Characteristics of the NEW Local Meat Buyer: The Crisis Consumer

Each customer has different:

Needs "I need to feed my family meat."

Motivations "I want to secure a supply & support local farms."

Desires "I'd love to know very few people handled this product."

Buying habits "I prefer to order and pay online. Home delivery is ideal, but I at least want to avoid stores & crowds."

Our farm raises claims/product(s) for target customers who activity/demographic/behavior.

Impacts production and marketing decisions.



We make _fast, easy meals __ for __busy working moms __ who __have run out of time and give up for today_.



Short-term strategy

 We sell a secure stockpile to house-bound families worried about shortages and infection.

Long-term strategy

Focus on a specific subset of local meat buyers.

Bulk Meat Product Formats:

- Traditional wholes, halves, and quarters (split sides).
- · Bulk Boxes.

Traditional wholes, halves, and quarters:

- Price using \$/lb. hanging weight including processing.
- Offer "split-side" quarters.
- Offer pre-set cut sheets with few or no options.
- Call the processor for them.
- Send them "the butcher kept your meat" by email.

The butcher kept your meat?

by Dr. Christopher R. Raines, Assistant Professor Department of Dairy & Animal Science The Pennsylvania State University



No, the butcher probably did not keep your meat. Ever since the first butcher processed a meat animal, the customer has wondered what happened to some of their meat. How could it be that a 1,200 pound steer left you with only 475 pounds of beef? Or that a 250 pound hog generated only 125 pounds of pork? What might seem like a reasonable answer - that the butcher kept your meat - is very unlikely. Take into consideration what happens during the conversion of a market animal into cut and packaged meat, and chances are the math will make more sense. This brief guide is intended to serve as a general base for meat product return and may not fully account for slight variations that different animals and butcher orders may incur.

Step 1: Converting an animal into a carcass

Dressing percentage (DP) relates the weight of the carcass to the weight of the live animal and is calculated as: (Carcass Weight ÷ Live Weight) × 100. This can be affected by many things, such as gut fill, fatness, mud on the hide, or shorn versus unshorn. Very fat animals have higher dressing percentages than light very lean animals.



The average dressing percentage for hogs is about 70-72%.

Example:

Live weight = 245 lbs. Actual DP = 72% Carcass wt. = 176 lbs.



The average dressing percentage for cattle is about 60-62%.

Example:

Live weight = 1312 lbs. Actual DP = 60% Carcass wt. = 787 lbs.



The average dressing percentage for sheep is about 50%.

Example:

Live weight = 127 lbs. Actual DP = 52% Carcass wt. = 66 lbs.

Step 2: Making cuts out of a carcass

This is where it starts to get tricky to predict just how much meat the carcass will yield because that depends largely on how you order the meat cut. Bone-in or boneless? Opting for boneless cuts will reduce your total pounds of meat returned. Do you want ground meat with 10% fat or 20% fat? Lower fat content ground meat will result in more discarded fat, thus reduced total pounds of product received. Was the animal overly fat to begin with? If the animal was fat from the start, more fat will need to be trimmed away, thus reducing total pounds of meat returned.

Pork

For bone-in pork, expect no more than 75-80% of the carcass weight back as meat. For boneless, 65-70%.

Example:

Carcass wt. = 176 lbs. Boneless pork = 123 lbs.

Beef

For bone-in beef, expect no more than 65-70% of the carcass weight back as meat. For boneless, 55-60%.

Example:

Carcass wt. = 787 lbs. Boneless beef = 472 lbs.

Lamb

Most lamb cuts are bone-in. Expect no more than 70-75% of carcass weight back as meat.

Example:

Carcass wt. = 66 lbs. Lamb cuts = 50 lbs.

Step 3: Aging and further processing (optional)



The longer a whole carcass gaes (hangs), the more moisture it loses due to evaporation, thus losing weight. Instead of aging an entire carcass for > 2 weeks, ask if your butcher is willing to age just the middle meats. aged.



Ordering bacon? Cured hams? Smoked sausages? Applying a heat process to meat cuts will also reduce the total yield of meat returned from an animal. Different products have different yields.

Simplifying the bulk purchase process:

- VT processors are reducing options on cut sheets to increase throughput.
- Full customization seems like high customer service, but...
- Many customers are intimidated by a cut sheet and unfamiliar with the choices.
- Can still accommodate customers as needed.

Example of a Fixed Cut Sheet: "Do you want one like this?"

- Ground Beef, 1 lb. packs
- Sirloin steaks, ¾" thick
- Brisket
- Short Ribs
- Top Round, 2-3 lb. roast
- Strip Steaks, ¾" thick, 2 packs
- Filet
- Sirloin Tip
- Chuck Roast, 2 lb. packs
- Rump Roast, 2-3 lb.
- Ribeye Steaks, ¾" thick, 2 packs

Bulk Bundles:

- Assorted cuts including high & low value cuts and ground.
- Includes "assembled" quarters/halves/wholes.
- Can make guaranteed weight quarters/halves/wholes.
- Reduces inventory challenges.
- Create bundles in different sizes & values.
- Mixed species bundles.
- Requires USDA-Inspection.

A great example

30 LB. COMBO BOX

3 PKGS. GROUND BEEF 2 PKGS. GROUND BEEF PATTIES 1 PKG. BREAKFAST PATTIES 1 PKG. MILD ITALIAN LINKS 1 PKG. BACON 1 PKG. HOT DOGS

1 PKG. STEW 1 PKG. SANDWICH HAM

30 LBS. --- \$158.50

50 LB. BEEF BOX

2 OR 3 SIRLOIN STEAKS 3 PKGS. CUBE STEAKS 2 PORTERHOUSE STEAKS 2 OR 3 T-BONE STEAKS 2 CHUCK ROASTS

1 ARM ROAST

1 ROLLED RUMP ROAST 17 PKGS. GROUND BEEF 1 TOP ROUND STEAK 1 CHUCK STEAK 3 OR 4 RIB STEAKS

SAUSAGE LINKS

1 SIRLOIN TIP ROAST

1 CHUCK OR ARM ROAST

1 PORK SHOULDER ROAST

2 OR 3 PKGS, PORK CHOPS

2 PKGS, PORK STEAKS

2 PKGS, CUBE STEAKS

2 STRLOIN STEAKS

2 PKGS, SPLIT CHICKEN BREAST

50 LBS. --- \$382.00

HOLIDAY BOX

1 BONELESS HAM ROAST 1 BEEF RUMP ROAST 5 PKGS. GROUND BEEF 2 PKGS. BREAKFAST PATTIES 5 PKGS. GROUND BEEF PATTIES 2 PKGS. PEPPER & ONION

2 PKGS. BACON
2 PKGS. SLICED PEPPERONI

2 PKGS. SLICED PEPPERONI 1 PKG. CRACKER BOLOGNA 1 PKG. BONELESS/SKINLESS CHICKEN BREAST

25 LBS. --- \$135.00

25 LB. PORK BOX

5 OR 6 PKGS. PORK CHOPS
1 PKG. SANDWICH HAM
2 PKGS. PORK STEW
2 PKGS. PORK STEW
2 PKGS. PACON
2 PKGS. PACON
3 PKGS. MILD TTALTANITANI

SUPER SAVER

5 LBS. BNLS/SKNLS CHICKEN BREAST 2 PORTERHOUSE STEAKS 3 PKGS. GROUND BEEF 2 PKGS. PORK STEAKS 2 PKGS. PORK CHOPS 2 PKGS. PEPPER & ONION SAUSAGE LINKS 1 PKG. HOT DOGS 1 PKG. GROUND BEEF PATTIES 1 PKG. APPLE MAPLE LINKS

25 LBS. --- \$135.00

FREEZER FILLER BOX

3 PKGS. GROUND BEEF 2 PKGS. GROUND BEEF PATTIES 1 PKG. STEW 2 PKGS. BOLOGNA 1 PKG. SANDWICH HAM 1 PKG. HOT DOGS

2 OR 3 PKGS. PORK CUBE STEAKS 1 PKG. GROUND PORK 1 BONELESS HAM ROAST 1 CHUCK OR ARM ROAST 2 PKGS. BREAKFAST PATTIES 1 BAG CRINKLE CUT FRIES

25 LBS. --- \$103.50

SUMMER SPECIAL

2 PKGS. CUBE STEAKS 2 PKGS. GROUND BEEF PATTIES 2 PKGS. SMOKED ZESTY SAUSAGE 2 PKGS. MILD ITALIAN LINKS

2 PKGS. MILD ITALIAN LINKS 2 PKGS. PORK CHOPS 2 PKGS. SPLIT CHICKEN BREAST 2 PKGS. HOT DOGS

1 CHUCK STEAK 1 PKG. COUNTRY STYLE RIBS 1 PKG. SANDWICH HAM

20 LBS. --- \$90.00

STEAK & BURGER BOX

5 PKGS. GROUND BEEF 5 PKGS. GROUND BEEF PATTIES 2 SIRLOIN STEAKS 4 STRIP STEAKS 3 OR 4 T-BONE STEAKS 2 DELMONICO STEAKS 3 OR 4 RIB STEAKS 1 LONDON BROIL

25 LBS. --- \$256.50

Consumer Friendliness	Price/ lb.	Farm Marketing Effort
Traditional 1⁄4's	\$	Lowest
Set Cut sheets		
Fixed weight & Assembled 1/4's		
Bulk Bundles	\$\$\$\$	Highest

Deliver: Consumer-friendly Bulk

Taking orders & Payment

- Phone, text, email
- <u>Do</u>take a deposit.
- Pay the processor for them.
- Email invoices.
- Paypal, Square, and others.
- Integrated online ordering & payment.
 - Squareup.com
 - Shopify.com

Orders	Payment	
By phone	Cash	
By text/email	Checks	
Simple online	Email	
Online with payment	Online	







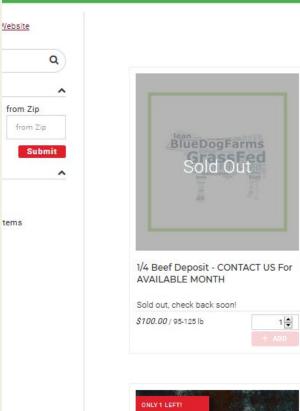
Login

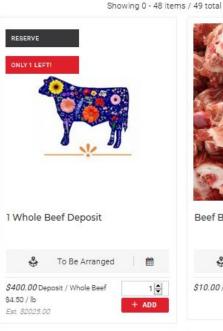


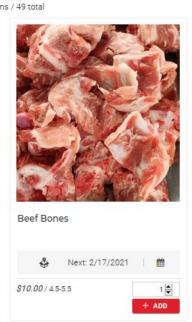


Blue Dog Farms

Available NOW! Deposits for pasture pork!!

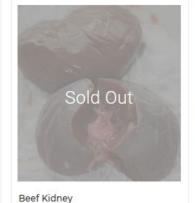














Beef Marrow Bone

Deliver: Consumer-friendly Bulk

Delivery

- Pick up at the processor.
- Pick up at the farm.
- Central distribution points.
- Home delivery.
- Partner delivery systems.
- By appointment or time window.

Consumer Friendliness

At the processor

At the farm

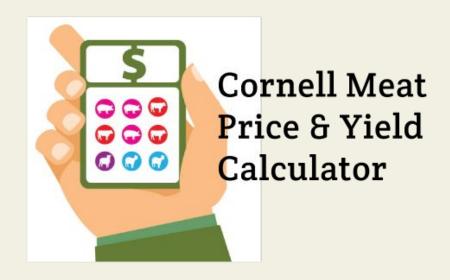
Central pick up spot(s)

Home delivery

Cornell Resource for Pricing:

- For pricing meat by the carcass or by the cut.
- Need to prepare with data from your farm.

http://calculator.meatsuite.com/



Beef example:

Cost of production: \$1300/head

Production Profit: \$100/head

Trucking: \$35/head

Pick-up & Delivery: \$35/head

Kill fee: \$85/head

Cut & Wrap: \$0.85/ LB HCW

550 lb HCW = \$2,023

650 lb HCW = \$2,107

750 lb HCW = \$2,193



Beef example:

How much time will I invest in selling



Estimate for selling quarters:

Hours promoting online: 6 hours

Customer #1: First time buyer: 3 hours

Customer #2: First time buyer: 3 hours

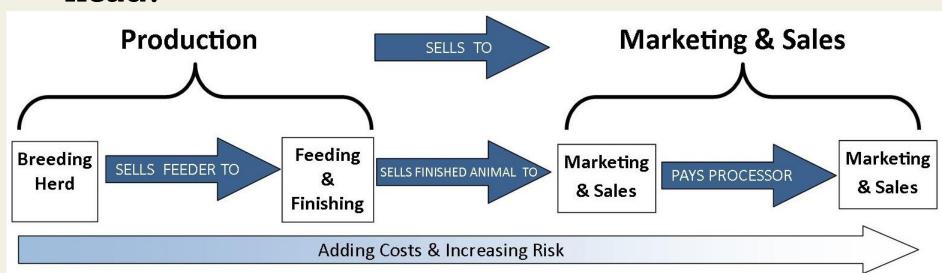
Customer #3: Experienced buyer: 2 hours

Customer #4: Repeat customer: 1 hour

My time is worth 15/hour x 15 hours = 225

Beef example:

 How much marketing <u>profit</u> would I like on 1 head?



Beef example:

```
650 \text{ lb HCW} = \$2,107
```

Marketing time = \$225/head

Marketing profit = \$500/head

Total cost = \$2,832

That is \$4.35/ LB HCW including processing.

Each quarter will cost customers \$708.

Customer can expect ≈100 lbs @62% yield

WTD AVG price for cuts: \$7.08/ LB

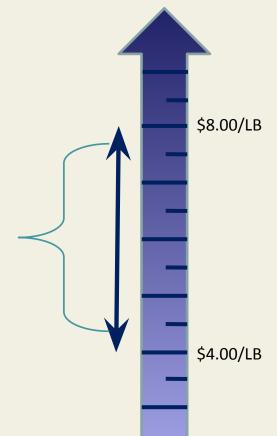
Don't think you can get that price?

Consumers do not buy on price alone!

Factors influencing feeder calf prices at auction: \$2.00/LB Good bull genetics **Body Condition Score** Castrated **Applied Production** Weaned Management Started on-feed Vaccinated & boostered \$1.00/LB

The difference between \$4 & \$8 ground beef?

Applied Marketing
Applied Marketing
Marketing Time
Management
Consumer Communication
Consumer-friendly practices



Reaching Consumers

Things to avoid in communication:

- Jargon
- False claims & lies
- Sob stories
- Tell them what you are proud of and
 - what's good about what you do.
- DON'T tell them what's wrong with what others are doing.

Keep it Positive!

Instead of:

• "We still need to sell 3 more lambs by Dec. 1."

TRY:

 "You still have time to secure your supply of local lamb to feed your family."

Let's see some examples!

Reaching Consumers

At Blue Dog Farms, how we reach consumers comes directly from our vision. We strive to be:

- Humble and Grateful
- Authentic and positive
- Community Connector

Humble & Grateful



Blue Dog Farms

Published by Giana Van Nice ② · October 25, 2020 · ③

Have we told you lately how thankful we are to each of you? It is truly humbling when a customer emails or texts with pictures of their dinner or their family eating. Because we know all the hard work has paid off.

As the days get colder and the work changes we take a pause to be grateful for each of you who stopped by the farm in this strange season of masks and distancing. You came every three weeks for chicken and conversation.

You are truly friends of the farm and we are so blessed that you support our small little family farm!

#bluedogfarms #gratitude





Blue Dog Farms

Published by Giana Van Nice . December 21, 2020 · 3

We know a lot of our friends of the farm started or expanded on gardens this year. This service is by a local chef and master gardener (and also wonderful long time friends of the farm too!) and they are our go-to for any gardening and cooking questions. If you want a garden plan or just want an expert to talk to, these are your people.

ANO/03000

#shoutout #farmersSupportingFarmers #gardening Love Sown Family Farms & Chef Service #bluedogfarms



Love Sown Family Farms & Chef Service is in Glen Rock, Pennsylvania.

Authentic & Positive





Blue Dog Farms

Published by Giana Van Nice . January 29 at 6:49 PM - 3

Oops! Just had a friend of the farm text me and say we went live on accident. I was trying to make my phone's flashlight work because #13 here wasn't interested in going into the barn. Now don't ask me why because it's dern cold out!!!

Nothing like looking for a black calf at night 4 4



All's well that ends well and she's happily munching on hay with her friend Curly Jo.



- #bluedogfarms
- #babyitscoldoutside
- #blackcalf
- #warmbarn



Authentic & Positive





2,501 People Reached 66 Engagements **Boost Post**



Blue Dog Farms

Published by Giana Van Nice . January 7 - 3

.....

Need all natural, grass fed poo for YOUR garden this year?!

NOW is the time! Stop by the farm this Saturday and BYOB (bring your own bucket). 9am-1pm

Our son will have it in his pick-up so you can easily scoop what you need into your bucket(s).

FREE! But we ask you give a donation to the son who will get up super early Saturday to load up his pickup with poo (and wash his truck after we are done lol)

https://fb.me/e/3XIVdfGeK



SAT, JAN 9

The BS event - Scoop the Poop for your Garden

2482 Smith Mill Rd. New Freedom PA 17349

5 Went - 10 Interested

Connecting the Community



Blue Dog Farms

Published by Giana Van Nice . October 3, 2020 - 3

Just finished pulling the orders for friends picking up today!

Did you get your order in???

If not, no worries! Put your order in now for pickup today before 1pm.

Shop here: https://app.barn2door.com/e/9p6DQ/all

Photo cred to our beautiful pals at Love Sown Family Farms & Chef

Service.



Blue Dog Farms Published by Giana Van Nice @

Please check out our dear friend a Smith The Skirted Soldier in a grea

Wow! We know famous people!

Now head on over to https://www. this veteran's artisan teas. When yo other female veterans as she dona veterans!... See More



ABC23 COM

The Skirted Soldier - ABC23 A local small business is helping su



2,325 People Reached

Engagements

Boost Post

n Nice 1 - January 20 at 12:45 PM · 3

oday was an unusual day! We spent a few

to be speakers for the Pasa Sustainable e spoke about responsible and sustainable e at Blue Dog Farms including rotational ent, using goats and laying hens with or pesticide and herbicide use.

laundry that needs to be put away and yes dry basket propping up the laptop. 👛 But

bout grants and funding opportunities from A Veteran Farming Project and The Skirted

a shout-out to Kencove Farm Fence Supplies it some of their awesome products we use

esome opportunity to talk about what we grown sustainably and responsibly by our



Connecting the Community

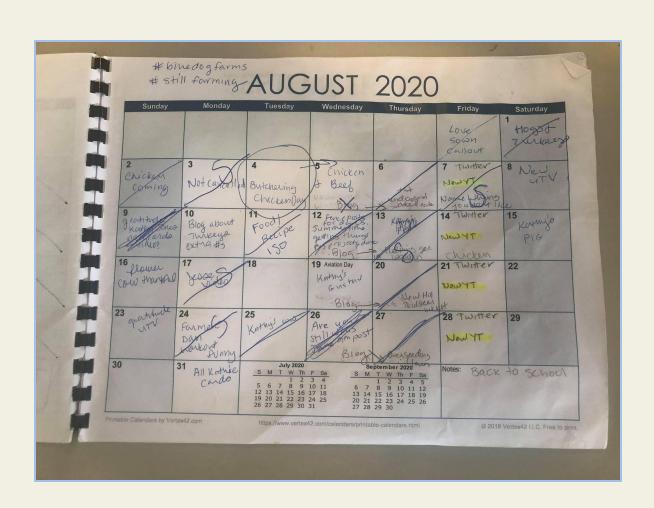
- Talking about other farmers
- Handling concerns/complaints about others
- Teaching customers to do it themselves
- Talking about what sets the farm apart from others

Connecting the Community

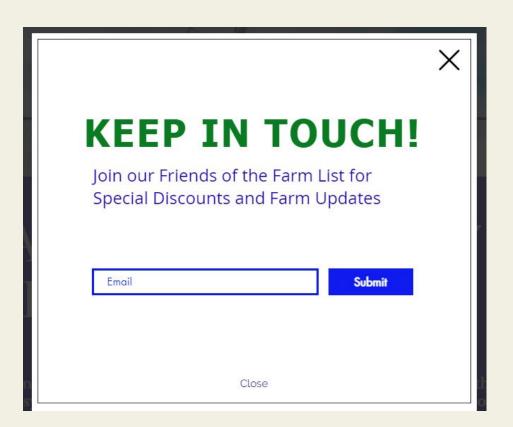


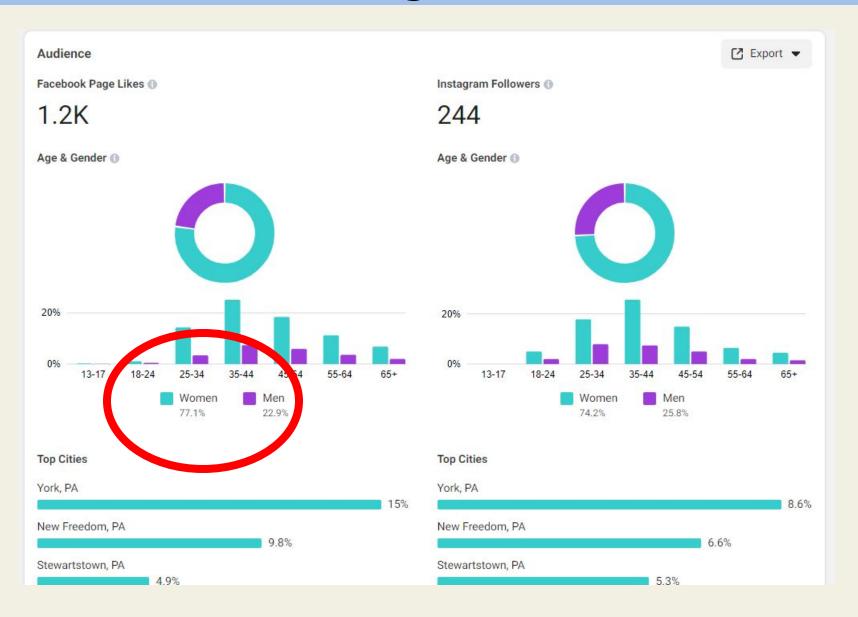


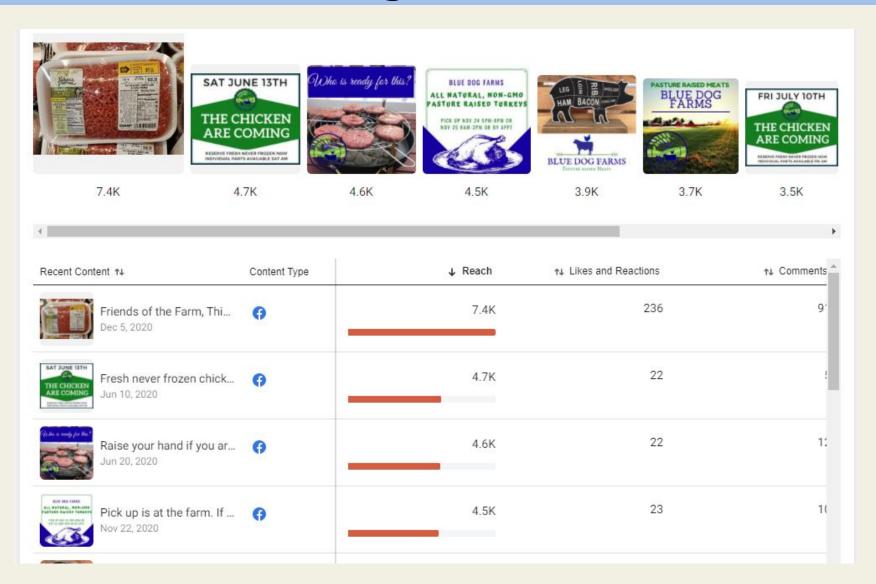
- Business and Marketing Plan
- Then Facebook
- It can be easy

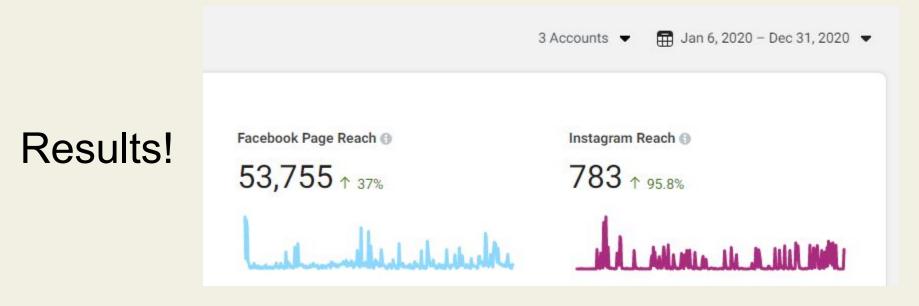


- Direct Marketing
- Community Marketing
- Email lists











How to get started

- 1. Call processors to get slots.
- 2. Calculate pricing.
- 3. Work on your product and description.
- 4. Create Facebook & other web pages.
- 5. Start sharing, get help from friends.

CONTACT INFORMATION



mnl28@cornell.edu