

Growing for You. Growing for Your Market

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2017 Great Plains Growers Conference

About Me

First generation farmer

Owner of Juniper Hill Farms

2014 graduate of ISU

Agricultural Business

Agronomy

Agricultural Entrepreneurship

Agricultural entrepreneur

 Interests in post harvest handling, marketing, storage, and distribution of local and regional foods.



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 - Agricultural Entrepreneurship
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- Raised in Lawrence, Kansas.
- Moved with family to rural Douglas County, Kansas in 1999.
- Became interested in agriculture as a kid.
- Began working at different agriculture operations in my area as a teenager
 - Sweet corn, vegetables, cattle, row cro



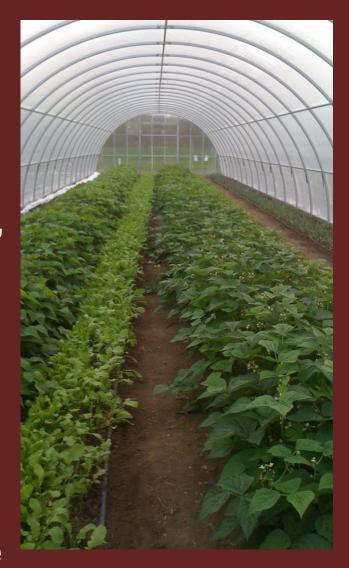


- Decided I wanted to do something for myself.
- Purchased some old hay equipment with savings from summer jobs.
- Baled 20 acres of hay in 2006, and sold it quickly.
- Saw my opportunity to enter into farming!





- Expanded hay operations throughout high school.
- Graduated high school in 2009, and produced 10,000 small square bales that summer.
- Entered into vegetable operations in 2010 with the construction of our first high tunnel.
- Started schooling at Iowa State







- Constructed second high tunnel in 2011, and grew on one acre.
 - Primarily marketed crops at farmers market's.
- Expanded to two acres of vegetables in 2012, and focused on direct sale to grocers and restaurants.
- Partial USDA Organic Certification of farm in 2012.
- Increased hay production to 500 acres.



Today we...

- Produce 1000 acres hay and alfalfa, small grains and row crops.
 - 2,400 round bales and 4,000 square bales in 2017.
- Grow 60 acres speciality crops
 - 30 acres USDA Certified Organic
 - 30 acres conventional
 - Serving grocery stores, restaurants, CSA's wholesale grocers, food manufacturers, school districts, and others.
 - Harvested over half a million lbs of produce for fresh market distribution in 2017.
- Provide agricultural consulting services, hay and vegetable brokering services, and custom hire services to over 100 customers around the region.







Crops We Grow

- Hay and alfalfa
- Small grains and soybeans
- Hops
- Vegetables
 - Lettuce (head and leaf), Greens, Kale, Bok Choi, Napa Cabbage, Sweet Corn, Watermelons, Pumpkins, Winter Squash, Zucchini, Beets, Radishes, Carrots, Cherry Tomatoes, Turnips, Popcorn, and many more!





2016-2018

60 Acres

How are we doing this?

- Pre Season
 - Crop Planning
 - Labor Planning
 - Crop Budgets
 - Marking
- Infrastructure Planning
- Equipment Planning
- TAKING THE RISK!

- Post Season
 - Record Keeping Review
 - Sales Data Review
 - Follow-up Conversations
 With Our Customers
 - Revenue Tracking
 - Equipment Review
- Measuring how our risk paid off!

"It's not hard to plant an acre of Kale, it's hard to do everything els

So... How do you Grow For Yourself, while also Growing For Your Market?

You need to ask yourself these questions.

(1) What scale is my current operation?

Scale matters when you grow!

- Are you...
 - Hand driven
 - Push tractor driven
 - Small tractor driven
 - Large tractor driven
- Each of these scales
 have their own pros
 and cons, and each
 have their own place in
 the marketplace as



What is your weekly output

- Are you thinking by the...
 - Bunch
 - Case
 - Pallet
 - Box Truck
 - Semi Truck







(2)Who are my current customers?

Who is your customer base?

- Farmers Markets
- CSA's
- Farm Stand
- Restaurants
- Grocers
- Wholesalers
- Food Processors
- Institutional Food









Each customer is differerent...

- ... And have very different expectations.
- Farmer's Markets
 - High Price, low volume
- Reataurants
 - Mid Price, high quality, mid volume
- Grocers
 - Mid Price, high quality, high volume
- Wholesalers
 - Low Price, high quality, high volume!





(3) What do your customers want?

Is local more important than organic?

Some consumers want organic. Everyone else wants local.

People are willing to pay a premium for organic OR a premium for organic, but will not typically pay for both!

This is especailly true of grocers, restaurants, and wholesalers!

(4) What scale do I want to grow my operation to?

Each customer is differerent...

- ... And have very different expectations.
- Farmer's Markets
 - High Price, low volume
- Restaurants
 - Mid Price, high quality, mid volume
- Grocers
 - Mid Price, high quality, high volume
- Wholesalers
 - Low Price, high quality, high volume!





(4) Do I need to grow my customer base to grow my operation?

- A harder questions to answer than you might think!
- Are you meeting you customers current needs?
- Are their unmet demands?
- Who are the customers you could build stronger relationships with?



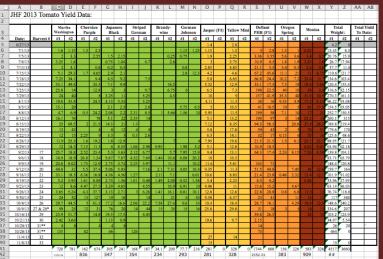
(5) What scale is profitable for my operation?

How can you answer these questions?

Record Keeping

Keeping Good Records

- Record keeping in the field, and in the office is key to your success!
- Without history, you cannot see the future.
- Yields of crops, sales, quantities available, peak harvests all are key items to track.



2013 JHF To	mato Plant	Count		As of 5/27/13
Variety	# GA1	# GA3	# HH1	Total Plants
Martha Washington	62	0	15	77
Cherokee Purple	31	31	15	77
Japanese Black	15	0	10	25
Striped German	16	0	9	25
Brandywine	0	16	10	26
German Johnson	0	15	0	15
Jasper (F1)	15	0	27	42
Yellow Mini	16	0	17	33
Defiant PHR (F1)	0	41	14	55
Monica	0	31	0	31
Oregon Spring	0	31	0	31
			TOTAL PLANTS	437



2013 To	mato Pri	ce Data:									
Variety:	#1 Tomatoes Harvested (lbs):	#2 Tomatoes Harvested (lbs):	Total Harvested (lbs):	% of Total Tomatoes Harvested:	% #1:	% #2:	#1 Avg \$/lb:	#2 Avg \$/lb:	Avg \$/lb:	# of Plants:	Yield (lbs)/Plant:
Martha Washington	576.68	772.80	1349.48	17.31%	42.7%	57.3%	\$2.59	\$1.23	\$1.81	77	17.53
Cherokee Purple	99.83	669.70	769.53	9.87%	13.0%	87.0%	\$2.59	\$1.23	\$1.41	77	9.99
Japanese Black	235.08	233.44	468.52	6.01%	50.2%	49.8%	\$2.59	\$1.23	\$1.91	25	18.74
Striped German	41.55	186.74	228.29	2.93%	18.2%	81.8%	\$2.59	\$1.23	\$1.48	25	9.13
Brandy-wine	34.08	199.51	233.59	3.00%	14.6%	85.4%	\$2.59	\$1.23	\$1.43	26	8.98
German Johnson	77.76	215.53	293.29	3.76%	26.5%	73.5%	\$2.59	\$1.23	\$1.59	15	19.55
Jasper (F1)	281.20	0.00	281.20	3.61%	100.0%	0.0%	\$3.00	\$0.00	\$3.00	42	6.70
Yellow Mini	328.29	0.00	328.29	4.21%	100.0%	0.0%	\$3.00	\$0.00	\$3.00	33	9.95
Defiant PHR (F1)	1743.55	808.46	2552.01	32.73%	68.3%	31.7%	\$1.47	\$1.23	\$1.39	55	46.40
Oregon Spring	155.95	227.52	383.47	4.92%	40.7%	59.3%	\$1.47	\$1.23	\$1.33	31	12.37
Monica	583.27	325.81	909.08	11.66%	64.2%	35.8%	\$1.51	\$1.23	\$1.41	31	29.33
Totals:	4157.24	3639.51	7796.75		53.3%	46.7%				437	17.84

Variety:	#1 Tomato Revenues:	#2 Tomato Revenues:	Total Revenues:	% of Revenue:	% #1:	% #2:	# of Plants:	Enocomic Yield per Plant (\$):
Martha Washington	\$1,493.60	\$950.54	\$2,444.15	19.2%	11.73%	7.46%	77	\$31.74
Cherokee Purple	\$258.56	\$823.73	\$1,082.29	8.5%	2.03%	6.47%	77	\$14.06
Japanese Black	\$608.86	\$287.13	\$895.99	7.0%	4.78%	2.25%	25	\$35.84
Striped German	\$107.61	\$229.69	\$337.30	2.6%	0.84%	1.80%	25	\$13.49
Brandy-wine	\$88.27	\$245.40	\$333.66	2.6%	0.69%	1.93%	26	\$12.83
German Johnson	\$201.40	\$265.10	\$466.50	3.7%	1.58%	2.08%	15	\$31.10
Jasper (F1)	\$843.60	\$0.00	\$843.60	6.6%	6.62%	0.00%	42	\$20.09
Yellow Mini	\$984.87	\$0.00	\$984.87	7.7%	7.73%	0.00%	33	\$29.84
Defiant PHR (F1)	\$2,563.02	\$994.41	\$3,557.42	27.9%	20.12%	7.81%	55	\$64.68
Oregon Spring	\$229.25	\$279.85	\$509.10	4.0%	1.80%	2.20%	31	\$16.42
Monica	\$880.74	\$400.75	\$1,281.48	10.1%	6.92%	3.15%	31	\$41.34
Totals:	\$8,259.77	\$4,476.60	\$12,736.37	_	64.85%	35.15%	437	\$29.15

Juniper Hill Farms, LLC Crop Tracker																
Vegetable Type:	le Type: Radish					Year:	2014	Season:	Spring							
Plantings:	r:															
			ition			Soil Temp									Total Overall	
Crop Variety:	Crop#	Field #	Bed #	Planting Date	IN	1"	3"	6"	Germ Date	IN	Harvest Start*	# of Days	Harvest Stop*	# of Days	Total Harvest	Days
Pink Beauty	1	HH2	3	15-Feb	KL	55	57		21-Feb	KL						
Pink Beauty	2	HH1	3	17-Feb	KL	61	61		22-Feb	KL						
											ļ					
		·				·						·			·	

Π,	Juniper Hill Farms, LLC Crop Tracker												
				_			Year:						
	Vegetable Type:					Season:							
Ш													
	Harve	sts*:											
	Harvest						Qua	ality					
	Crop#	Harvest #	Date	Time	QTY	Type	Field Mgr	IN	(1-5)	% Loss	Lot#	Notes:	IN
Ш													

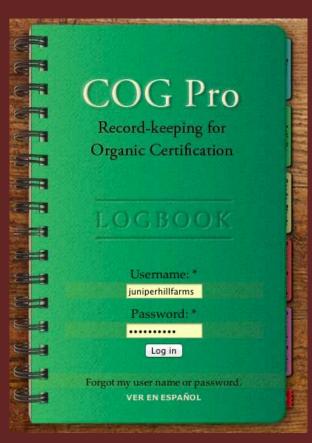


Record Keeping Resources

- AgSquared Crop Planning
- COG PRO Organic Record Keeping
- Quickbooks Accounting, sales, expenses
- Excel
- Employee journals
- Additional Record Template examples available (ask me)









Budgeting

Budgeting

 None of us want to do it, but it is the most important part of what we do!

 "Without the proper preparations, you will more than likely not meet your annual projections or make a meaningful return off of your investment."



June 14th, 2011

Labor

- Labor is the biggest cost of growing.
- Be efficient in your system.
- Purchase machinery and tools to increase operational efficiency.
- Limit downtime, and ensure that all members of the team are well trained.
- Make sure to follow labor laws, and to file and pay

all necessary ta





herry Tomato Enterprise	Budget: Hightu	innel (does not incli	ude determinate	plants)		
come:						
180 Plants @ 14lbs/plant =	2,520 lbs	= 3,360 pts x \$2.25/pt =	\$7,560			
200 Flants & 24lbs/plant -	0.75 lbs/pint	- 3,300 pts x 32.23/pt -	\$7,500			
ariable Expenses:	0.75 lbs/pint				Income	
puts					Revenue	\$7,560
Seed	\$115 90/200 -	= \$0.386 x 180 =	\$69		Revenue	\$7,560
						\$7,500
Cover Crop Seed	15 lb @ \$1.50		\$23		Expenses:	4504
Soil Start		flats/bag x 8 flats =	\$7		Inputs (V)	\$581
Greenhouse Lease	\$100 x .2	0.00	\$20		Labor (V)	\$960
Flats	8 flats @ \$1.0		\$8		Harvest (V)	\$2,305
Dripline	720' x \$0.0072	2/ft	\$6		Fixed Exp	\$488
Irrigation (layflat, fittings)			\$30			\$4,334
Fertilizer		HEB, Microplex, et	\$250			
Pesticide (OG)	Pyganic, TKO		\$75		Variable \$/pt	\$1.145
Twine	1 Role @ \$18/	role	\$18		Fixed \$/pt	\$0.15
Water	\$75.00		\$75		Total \$ / pt	\$1.290
		Total Inputs Cost	\$581			
bor					Gross Margin	42.68%
Starts	2 hr @	\$20.00/hr	\$40			
Bed Prep		\$20.00/hr	\$20			
Irrigation	_	\$20.00/hr	\$20			
Transplanting	_	\$20.00/hr	\$100			
Weaving		\$20.00/hr	\$120		Proj. Profit	\$3,227
Weeding		\$20.00/hr	\$80		Proj / sqft	\$1.83/sqft
Other Labor		\$20.00/hr	\$400		,,	72.00,04.0
Removal		\$20.00/hr	\$120			
Cover Crop		\$20.00/hr	\$60			
cover erop	3 @	Total Labor Costs	\$960			
arvest		70107 20007 00010	-			
Harvest Labor (50#/hr)	50 hr @	\$20.00/hr	\$1,000			
Packing Labor (80#/hr)		\$20.00/hr	\$600			
Packaging	\$0.15 x 3,360		\$504			
Storage			\$67			
Transport	\$0.02/pt x 3,360 pts \$0.04/pt x 3,360 pts		\$134			
mansport	30.04/ pt x 3,3	Total Harvest Costs	\$2,305			
		rotal narvest Costs	\$2,305			
	_	tal Variable Corre	62.046			
	To	otal Variable Costs	\$3,846			
xed Expenses:						
Land	1,920 sqft @ \$300/acre		\$13			
Depreciation		o = 37.41/mo x 7mo	\$262			
Interest Exp	\$3,000 @ 5% @ 6 mo		\$12.50			
Other	\$200		\$200			
		Total Fixed Costs	\$487.50			
		Total Costs	\$4,333.50			

Be liberal in your budgeting

Think about every

- aspect of the crop.Remember that it
- is only a budget.
 Knowing yourbreakeven pricewill help you

market your crops

profitably.

Budgeting Example Time

Budgeting Resources

- Iowa State University Ag Decision Maker (AGDM)
 - Templates for all types of crops, including vegetables and hightunnel templates.
 - http://www.extension.iastate.edu/agdm/
- Kansas State University Enterprise Budgets
- Excel (easy to make)
- 'The Organic Farmer's Business Handbook' Richard Wiswall
- 'Wholesale Success' (4th edition) Jim Slama & Atina Diffley



Pre-Season Marketing!

Size Matters

 The more you grow, the more markets you can enter.

 Ability to market highe quality products to more customers.

 Consistent supply translates to consistent customers.

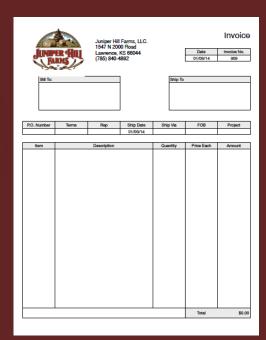


Marketing

- You have to sell yourself!
 - Logos
 - Emails
 - Mailings
 - Social media
 - Brochures
 - Posters
 - Packaging and labeling
 - Invoicing
 - T-Shirts, hats, etc.
 - EVERYTHING!
- Be professional at all times. It matters!













Juniper Hill Farms, LLC

1547 N 2000 Road Lawrence, Kansas 66044 (785) 840-4892 Şcott@jhf-ks.com







Farmers Market

- Pros
 - Premium price received
 - Customer connections and community building
 - Ability to grow more unique crops
 - Weekly CASH income

Cons

- Uncertain sales
- Early mornings
- Smaller quantities of produce moved





- Farmers Market
 - How many markets can you handle. Can a single market support your operation, or do you need additional markets to make it economically sustainable?
 - Can you handle more markets
 - Staffing
 - Accounting
 - Liability



- CSA (Community Supported Agriculture)
 - Pros
 - Upfront "Seed Capital"
 - Guaranteed market
 - Building of community
 - Cons
 - Crop planning to keep CSA share vibrant every week
 - Customer relations
 - Weekly drop site setup
 - Waiting for CSA members to pick up shares...





- Cold Calls and On-the-Fly Marketing
 - Pros
 - No commitments
 - Ability to supply whoever wants your produce
 - Cons
 - Can you sell it all?

- Perfect for
 - Growing small amounts of unique items
 - Moving excess produce



- Agreements (Non-Contract)
 - Pros
 - Establishment of Price and Quantity needs
 - Helps to determine market availability
 - Cons
 - Because it is only an agreement, buyer might not purchase the amounts you roughly agreed to supply!

- Perfect for
 - Independent Grocery Stores
 - Restaurants



XXXXXXX Vegetable Agreements]	Deliver	y Day:	Confin	m Friday,	Deliver	Friday A	M week	later			
Date Completed: 3/7/14													
		Case/Week		Price/Case									
		Туре	Sales Volume		Sales Volume		Unit Price		Notes:				
Crop/Variety:	Case	Туре	Low	Med	High	High	Med	Low	Low	Med	High	riotes.	
Kale (Starbor F1)	24	В	3	4	5	\$30.00	\$32.50	\$35.00	\$1.250	\$1.354	\$1.458		
Cabbage													
Red (Super Red 80 F1)	14	pc	1	2			\$40.00			\$2.86			
Green (Storage No. 4 F1)	14	pc	1	2			\$30.00			\$2.14			
Brussel Sprouts (Nautic F1)	10	lb	1				\$25.00			\$2.50			
Beets (Merlin F1, Red Ace F1)	24	В		2	3	\$26.40	\$30.00	\$35.00	\$1.10	\$1.25	\$1.46		
Cilantro (Calypso)	30	В		1			\$30.00			\$30.00			
Encore Lettuce (Clamshell)*	6	pkg	8	10	20	\$13.00	\$14.00	\$15.00	\$2.17	\$2.33	\$2.50	5 oz clamshell	
Ovation Greens (Clamshell)*	6	pkg	8	10	20	\$13.00	\$14.00	\$15.00	\$2.17	\$2.33	\$2.50	5 oz clamshell	
Spring Mix (50/50 mix)	6	pkg	10	20	30	\$13.00	\$14.00	\$15.00	\$2.17	\$2.33	\$2.50		
Head Lettuce	24	head	8	10	20	\$27.00	\$30.00	\$33.00	\$1.13	\$1.25	\$1.38		
Radish													
Standard**	24	В	1	2			\$30.00			\$1.25		**1-2 cases total	
Speciality (Red Meat, Nero Tondo)**	24	В	1	2			\$30.00			\$1.25		**1-2 cases total	
Onions													
Green Onions	24	В	1	2			\$18.00			\$0.75			
Red Onions**	50	lb	1	2		\$47.50	\$50.00	\$55.00	\$0.95	\$1.00	\$1.10		
Sweet Yellow (Candy F1)**	50	lb	1	2		\$47.50	\$50.00	\$55.00	\$0.95	\$1.00	\$1.10		
Yellow (Walla-Walla)**	50	lb	1	2		\$47.50	\$50.00	\$55.00	\$0.95	\$1.00	\$1.10		
Potatoes													
Red (Co. Rose, Sangre 11)**	50	lb	2	6	10	\$45.00	\$47.50	\$50.00	\$0.90	\$0.95	\$1.00	**will buy 200-	
Yellow (Yukon G, Ger. BB)**	50	lb	2	6	10	\$45.00	\$47.50	\$50.00	\$0.90	\$0.95	\$1.00	1000#/week all	
Purple (Purp. Majesty)**	50	lb	2	6	10	\$45.00	\$45.00	\$50.00	\$0.90	\$0.90	\$1.00	together	
Red White Blue Potato Medley	40	lb	1	3	5	\$60.00	\$65.00	\$70.00	\$1.50	\$1.63	\$1.75		
Tomatoes													
Cherry Tomatoes (see below)	12	pkg	4	5	10	\$24.00	\$30.00	\$31.20	\$2.00	\$2.50	\$2.60	Pints	
Heirloom Tomatoes (TBD)***	20	lb	1	2				\$53.00				***every once in a while	
Field Tomatoes (TBD)	20	lb	15	25	40	\$20.00	\$22.00	\$25.00	\$1.00	\$1.10	\$1.25	stage 2 preferred	
Roma Tomatoes (TBD)	20	lb	2	5		\$23.00	\$25.00	\$31.00	\$1.15	\$1.25	\$1.55	stage 2 preferred	
												JUNIPERSHILL	
					23 p	7.7		3/2					

- Contract Growing
 - Pros
 - Formal establishment of price and quantity demands
 - Secured market of crops grown

Cons

- Failure to meet contracted quantity or quality
- What if you cannot supply the contracted amount?
 - Need a clause for risk



- Perfect for
 - Restaurants
 - Wholesale



Selling Through a Broker

- Pros

- You do not have to spend all your time on the phone marketing your crop!
- More time growing, less time marketing.

Cons

- Brokerage Fee
- Need for standarized packaging, and standardized case sizing
- Price may be unknown...





Start your marketing early

- Work to establish agreements and contracts with your current customers, as well as your new ones.
- Establish prices that are agreeable for both parties involved.
- Commit to a customer, and make

sure to not promi





Anticipate Seasonal Demand

- But, be ready take price breaks to move your inventory.
- Know your markets, and what they desire.
- Market yourself well, and form long-lasting relationships with your customers.
- Keep up on consumer trends and industry changes.



















Diversify!

Use diversification to grow!

- Hay/Forage
 - Builds relationships and allows us to run large equipment.
- Row Crops (non-gmo)
 - Allows us to rotate land with cash crops.
- Vegetables
 - Allows us to pay higher rents and maximize dollars per acre
- Brokering/consulting
 - Allows us to expand our grower networks, sale outlets, and build community relationships
- Community service (boards)
 - Work and build relationships with the community!



The more diversified you are the larger the challenge. However you can spread your fixed costs over more enterprises to make all of them more profitable!

Build Relationships

Get to know your neighbors!

- You are all in this together.
- Be open to different view points.
- Utilize your networks.
 - Tool sharing
 - Idea sharing
 - Market sharing
- Stop by and have a beer with your row crop neighbor!

Thank you!



Questions?