

The Road to Successful Business Planning for Your Farm



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UC Ag & Natural Resources Division closed Small Farm **Center** effective 12/31/09



Overview

- Taking Stock
- Identifying Crop Opportunities
- Examining Crop Opportunities
- Recordkeeping of Production Expenses
- Risk Management
- Adding Value to Your Products

Small Farm Program

Taking Stock

Write in your crops by season in the first column. Then enter the outlets where you sell. For each crop within a season and outlet, indicate its profitability. Use + for profitable, = for breakeven, and -- for not profitable.

SEASON & CROPS	OUTLETS									
Spring	Marin FM									
	•									
Summer-Early Fall	Marin FM									



Factors Affecting Profitability



- Yields
- Costs
- Market Prices
- Quality

- Demand
- Competition
- Catastrophies

Small Farm Program

Identifying Crop Opportunities

- 3 Types of crop opportunities
 - Traditional crops
 - Emerging crops
 - Unexplored crops



Unexplored Crops

- Ethnic crops
- New varieties of existing crops
- New forms of existing crops
 - Baby/immature
 - New parts-roots, leaves, seeds



Sources for New Crop Ideas

- Market Manager's want list
- Customers' want list
- Food section of newspapers
- Ingredients in trendy cookbooks
- Ethnic produce markets
- Worldcrops.org
- Seed catalogs



New Crops, Old Crops

- Opportunities abound...but recognize your opportunity costs with new crops
 - Limited acreage
 - Management effort
- Good recordkeeping will assist you in considering the trade-offs



Crop Insurance

- Crop Insurance covers losses due to:
 - Adverse weather conditions
 - Loss of irrigation water supply (drought)
 - Fire
 - Wildlife damage
- USDA Crop Insurance is available for only the following crops to growers in Marin County:
 - Nursery crops (inground and container)
 - Wine grapes
 - Livestock (beef, sheep, swine)
- Contact FSA office in Petaluma for agency contacts



USDA's Custom Market News Reports

• Fruit and Vegetable Market News Portal: http://marketnews.usda.gov/portal/fv

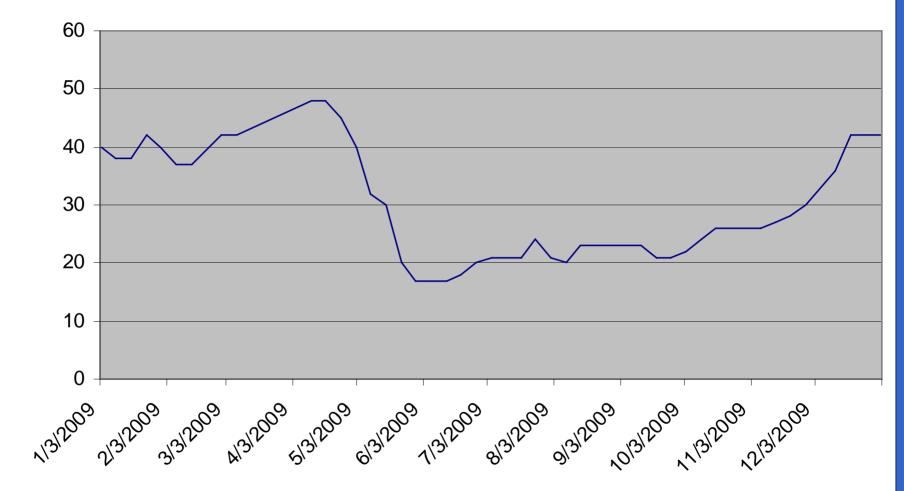


Close Window

ep 1: Report: Type				
Type: Terminal Market by	Location			
by All Commodities			Update	
Step 2: Reivilla				
Select a location:	ATLANTA			
Aggregate:	Daily			
Select commodities and the Add button:(hold down the Ctrl button for multiple)	ACACIA (MIMOSA)			
	Add	Remove		
Select commodities and the Remove button to remove from list: (hold down the Ctrl button for multiple)				

-	-						
Commodity Name	City Name	Package	Variety	Week Ending		High Price	Origin
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	1/3/2009			CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	1/3/2009			MEXICO
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	1/10/2009		34	CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	1/17/2009	34	34	CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	1/17/2009		34	MEXICO
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	1/24/2009	36	36	CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	1/24/2009	36	36	MEXICO
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	1/31/2009	30	32	CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	1/31/2009	32	32	MEXICO
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	2/7/2009	29	29	CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	2/7/2009	29	29	MEXICO
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	2/14/2009	29	29	CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	2/14/2009	29	30	MEXICO
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	2/21/2009	29	29.5	CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	2/21/2009	29	29.5	MEXICO
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	2/28/2009	28.5	32	CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	2/28/2009	28.5	32	MEXICO
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	3/7/2009	31	32	CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	3/7/2009	31	32	MEXICO
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	3/14/2009	31	32	CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	3/14/2009	31	32	MEXICO
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	3/21/2009	31	33	CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	3/21/2009	31	33	MEXICO
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	3/28/2009	53	53	CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	3/28/2009	33	33	MEXICO
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	4/4/2009	40	41	CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	4/4/2009	38	40	MEXICO
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	4/11/2009	42	42	CALIFORNIA
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	4/11/2009	42	42	MEXICO
RASPBERRIES	SAN FRANCISCO	flats 12 6-oz cups with lids	RED	4/18/2009	42	42	CALIFORNIA
			-	-		-	•

SF TERMINAL MARKET PRICE FOR ORGANIC RASPBERRIES



\$/12 6-OZ FLAT



Closing Comments

- Direct Marketing requires planning for success:
 - Assess the market situation
 - Plant accordingly
 - Make decisions strategically
 - Market your identity and crops to differentiate
- Remember your time is money!