Sustainable Agriculture Research and Education Program

Farmer / Grower Grant Final Report

THE GOAL OF THIS PROJECT has been to create the means to produce, manufacture, and market value added dairy products at one farm location. To supply an adaquate primary income to continue opporating this family dairy farm during a time of economic slump for the farming / dairy industry. We have planned not only to use dairy products to sustain this farm but also to included our maple syrup business to add value to the dairy products we will manufacture and market on and off the farm.

THE GRANT MONIES have supplied the means to build a 24' X 24' pasturizing facility which is also used as a yogurt factory and store. At present we continue to milk 52 cows which intensive graze our 135 acre dairy farm. The milk we use in our facility amounts to just 4% of the total milk produced, which averages to be about 90 gallons of milk per week.

THE PEOPLE WHO HELPED us research this project were individuals with information about this grant and the Small Dairy Project, a pasturizer equipment loan program under Courtney Hasse in Bradford NH. Courtney gave us a tour of her own farm which initally inspired us. Her name and phone number were passed on to us through Eric Schimke the Cornell Cooperative Extention supervisor in 1999. Also the Inspectors for New York State Dale Chilton, Steve Crossen, Bradley Houck and our present local co-op inspectors helped by giving their ideas as to where to build and what regulations needed to be met in order to pass inspections to begin legal operation. The contractor was hired for building plans and estimated expenses. An electrician was hired in order to place a 200 amp service to the creamery and to install GFI outlets throughout the creamery. Electrical work included pasturizer and bulk tank hook up. Product promotion was handled by Bob Hall of Paragon Communications, Norwich, NY. He designed labels, price lists, posters, and printing services. Besides these, friends and family were of priceless assistance.

WE ARE MANUFACTORING YOGURT in our new facility. We make three flavors of wholesome, all natural yogurt. PLAIN, MAPLE D'LIGHT, and DOUBLE MAPLE. We bottle whole, pasturized, not homogonized, organic milk. We also make available maple syrup and other maple products as well as honey, pancake mixes, Butternuts Organic cheese, etc.

THE OUTCOME of this project was overall very good. There has been many hours of personal time invested but it seems that it will be worth it financially. The milking industry seems to continue to decline according to the price paid/100# of milk. We seem to have more control over how much money we make on our milk. Compare \$10.50/100# to 1.50/# minus production expenses of roughly 50 cents/#. This result we expected. However, we had a contractors error that could only be made right by further expense which might not have been necessary otherwise. We have not completely fixed this error but will need to make plans to do so in the near future. Another facinating fact about marketing the products is we have only advertized by sharing free samples of our products and by word of mouth advertizing. With the heavy chore schedule we now have we can just keep up with the demand for products. It appears we will need to reduce the herd size in order to make products, which was one of our goals.

OTHER FARMERS WHO ARE INTERESTED in projects like this should contact us for information about how to get started, who can help with grants or equipment, experienced builders who have knowledge about milk plant building regulations, equipment dealers and container companies. This information could set them on the path to becoming their own businessman in value added milk marketing, which may eliminate a huge dairy industry

problem.

OUR OUTREACH PROGRAM has consisted of attending organic milk producer meetings in our area, contacting and supplying businesses with products including free samples to be distributed by interested sales persons, holding school tours, and giving out free samples at the Agricultural Summit in Norwich, NY and at the Chenango County Fair. We have received phone calls from interested parties as far away as PA and WI. Our plans to start this business were

originally featured in the Chenango Community Press & Sun Bulletin. Since completion of this project, Country Folks has mentioned our operation and The Evening Sun - the local paper, has written a full page article as well. We have been contacted by Channel 34 news but have not yet been featured by them. These articles have been a source for us to educate the general public of the possibility for farmers to produce and sell products on the farm. People in general are attracted to supporting the local farmer directly as well as knowing one and this set up gives them the opportunity to do just that, which makes them feel good about how they spend their money. There is also a trend for people to really know where their food is coming from.

IN CONCLUSION we feel this grant money was put to very good use because it not only helps sustain our own dairy farm by providing money towards the building of a milk plant facility to be opporated on farm proximity, but also will help other farmers to compare their present farming situation to an actively opporating dairy plant situation on the farm. Not to be ignored is the fact that this small business is a source of cash flow within our marketing reach. Overall this project is a benefit to us and to our entire community.

Eval

Evans Creamery & Maple Sugar House

Distributor of New Hope Mills Products
Tanner Hill Road (Route 23, East)
5037 State Highway 23
Norwich, NY 13815
(607) 334–5339



Price List & Order Form

Prices effective January 1, 2000. This Price List supercedes all previous editions.

Office Code:			WORK			Price	1122	Total	
			P	roduct	Description	Ea.	Qty.	Amou	
	Pancake & Flour Mixes (produced by New Hope Mills)	1. Apple Cinnamon			1.5 lb. paper bags	\$2.00		\$	
		2. Blueberry						\$	
		3. Buttermilk						\$	
		4. Buttermilk					his Kalasa	\$	
		5. Oat Bran						\$	
ap.		6. Whole Wheat						\$	
CO								\$	
House		7. Complete Buttermilk						\$	
		9. Biscuit Mix						\$	
		10. Corn Muffin						\$	
		11. Cranberry Bread						\$	
		12. Oat Bran Cereal						\$	
man, Mill									
	Dairy			Yogurt				\$	
				Yogurt			\$		
10.				Maple Yogurt				\$	
50				Maple Yogurt				\$	
				le Maple Yogur				\$	
-				le Maple Yogur				\$	
		19.	McAd	lam X-Sharp Cl				\$	
PE				20.	Gallon (128 oz.)			\$	
		Syrup	Plastic Jugs	21.	Half Gallon (64 oz.)	\$18.00		\$	
a D	ts			22.	Quart (32 oz.)	\$10.00		\$	
	Gift Packs Maple Products	12	ısti	23.	Pint (16 oz.)	\$6.00		\$	
		S	Pla	24.	Half Pint (8.0 oz.)	\$3.75	-	\$	
40'0		Maple		25.	Quarter Pint (3.4 oz.)	\$2.00		\$	
Evans Maple Sugar		di	STS	26.	Log Cabin (16.9 oz.)	\$7.50		\$	
		Ia	Tin	27.	Log Cabin (8.45 oz.)	\$4.50		\$	
		1	Ti	28.	Pint (16 oz.) Printed Tin	\$6.75		\$	
			-		alf Pint (8.0 oz.) Printed Tin			\$	
		30.	Maple	e Cream Spread	Half lb. Plastic Ctr	\$4.50		\$	
2					4 pc. Maple Sugar Leafs 1.3 o			\$	
				Maple "Sweets"				\$	
					16 pc. Maple Sugar Leafs 5.3 o.	z. \$5.00		\$	
0					1 lb. Granulated			\$	
				A: Combo			-	\$	
5		36.	#101-	B: Combo	#1, #11, & #23 #2, #11, & #23	\$13.00		\$	
		37.	#102:	Old New Yorke					
				1 lb. Hon	ey, & 8 oz. Cheddar Cheese	\$19.00		\$	
		38.	#103:	Maple Delight.				\$	
				y		00.05		\$	
				Nuts Bars				\$	
			- P				urchase		
	2.7			Please enclose			Shippin		
				check or money	order to	SOUTH THE PERSON	and Tota		
				Evans Maple Su					
							Charges	: Mississippi	
Nan	ne:					Amount of E		East W	
Add	ress:					Up to \$15		\$4.50 \$5	
Add City						\$15.01 - 3	\$25.00	5.50 6	
						\$25.01 - 3		7.50 . 9	
	110/2	No.				\$50.01 - \$ \$75.01 - \$		10.00 13 \$11.00 \$17	
Cit	- THE			Otal	7:	Over \$100		d 10% Add 1	
City			1	State:	Zip:			334–530	
	ne. No.								

Dairy entrepreneur yogurt maker

By JERRY WEAVER Sun Farm Writer

NORWICH - Frustrated over the price today's dairyman receives for his milk and cutting-out the "middleman," prompted a Town of Norwich farm family to become entrepreneurs within their own dairy industry. So why not turn a part of the milk from their herd of 50 cows into yogurt, David and Sue Evans asked themselves - and so they did.

The result is the manufacture and sale of "Evans Farmhouse All Natural" white milk and flavored yogurt. And the Evanses have found that business is good even without formal advertising – it's just "word of mouth" that brings customers to the Farmhouse. And they have five area outlets where their products are sold

It all started late last summer with construction of a 24 by 24-foot "creamery," located behind the family's farm home on Tanner Hill (Route 23 East.) Actual processing started last December. Housed in the structure is a series of stain-

less steel receptacles that handle the milk from the time it arrives from the diary barn in stainless steel milk cans. The milk goes through processing equipment from pasteurization to bottling the milk, placing the yogurt in its containers, labeling both products and storing in refrigerators for selling.

Yogurt is sold in one quart and eight ounce containers. Milk is sold in one gallon and a half gallon containers. (No 2 percent milk). Milk containers are available at the creamery, and some customers bring their own bottles to be filled.

The creamery turns out three types of yogurt – plain, light maple, and heavy maple. The heavy maple is a three-to-one favorite over the light maple with the Evans' customers, David said. The maple flavored yogurt is a natural for David and Sue, the maple coming from the family's some 600 maple tree taps each year. Maple products, (syrup, soft sugar and the like) are also sold at the Farmhouse.

Milk used for the manufacture of yogurt comes from the farm's Jersey cows.

The farm has a herd of some 30 Jerseys and 20 Holsteins. Evans said it takes milk from about five Jerseys to make a "batch" of yogurt and the process takes about five hours. And about four hours are required to make a batch of bottled milk. Milk is bottled every Friday.

is bottled every Friday.

The dairyman said he figures that about one-tenth of his herd's milk production goes into the manufacture of yogurt. And he said he can gross financially as much from the five cows in the creamery as he can from the 50 cows on the farm overall. It's truly a family operation with Sue and the children doing such chores as labeling the containers of the Farmhouse products.

Farmhouse products.
The Evans family consists of David and his wife Sue, and children Julis, 5; Jonna, 8; Megan, 9; Natha, 12; and Malory, three months old.
The labels point out that

The labels point out that the Farmhouse products are made from milk of our pasture-grazed Jersey cows. Our cows are fed non-genetically modified grain." And "we do not use bovine growth hormone (rbgh) or rbst" (Bovine Somatotropin)."

David said that "people really care about what they eat and where food comes from." The farm will be certified this fall, said David. And the state requires three certificates - plant, milk dealer, and licensed lab technician. "We test all our own milk," he said.

The Evans' Farmhouse is

The Evans' Farmhouse is visited by children to learn about both the Evanses' milk and maple businesses, and "we encourage people to stop by or give us a call," said the dairy industry businessman.

And what is planned for the Farmhouse's future? Well, says David, it might be the manufacture of largecurd cottage cheese.

> (P.S. Fairgoers will have the opportunity to purchase Evans' Farmhouse All Natural maple-flavored yogurt at several spots at the Chenango County Fair next week).



orwich dairyman and yogurt-maker David Evans, finishes filling his "creamery" refrigerator in preparation for day's business. Evans' (Family) Farmhouse All Natural Yogurt is manufactured and sold from the Tanner Hill farm, using milk from the family's herd of pasture-grazed Jersey cows. Bottled milk is also sold from the Evans creamery. (Photo by Jerry Weaver)

Norwich, New York 13815-3554



FAX (607) 334-9848

March 24, 2000

Dave and Sue Evans Evans Farm

Dear Mr. And Mrs. Evans,

Thank you for allowing us to visit your farm next week and take a tour. It will be a valuable learning experience for my students. We plan to arrive on Friday, March 31 at approximately 12:15 PM.

I have attached a copy of the project the students will be completing after a series of field trips next week. We might be asking you questions pertaining to this project during our visit. Any help you can give us in answering these questions would be appreciated:

If you need to call me, I can be reached at

AM only

335-1270 BOCES TEC Center

PM only

334-5841 Cornell Cooperative Extension

Again, thank you for your help. I look forward to meeting you.

Sincerely,

Maureen E. Bartlett

New Vision Instructor

Value-Added Field Trips

This week's rotations will be a series of four field trips which will allow us to explore the topic of **value-added products. Value-added** means the difference between the value of a firm's sales and its purchases of materials and semi-finished inputs. In other words, a company adds value when it takes an input and does something to it so that the end result is more valuable to a consumer.

Tuesday	Marshman Farms	produces raw milk
Wednesday	Kraft Foods	pasteurizes milk and produces yogurt
Thursday	Tops Markets	markets yogurt for retail
Friday	Dave Evans Farm	produces and processes raw milk into yogurt and sells it

At each site we will seek the answers to the same questions. For each site, you will answer the following questions by <u>typing</u> your responses. Do a thorough, complete, and neat job.

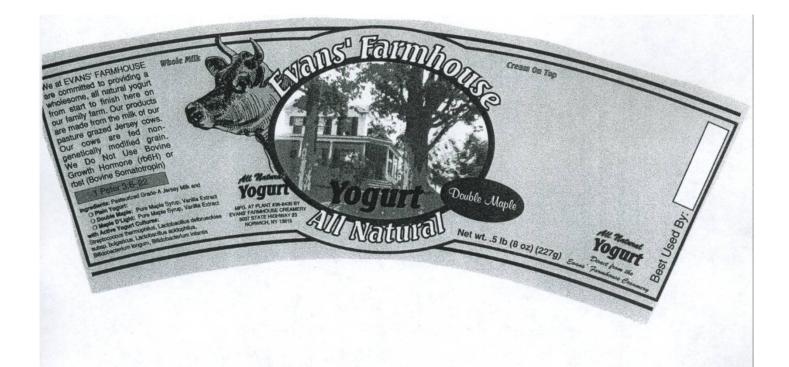
DIRECTIONS:

First label each section you type with the site and its location. Then address each of the following thoroughly. (20 points for each site)

- Explain what milk products this site produces and/or sells.
- Explain the inputs that go into making these products.
- 3. Explain how these products are sold: where do they go, in what size units, at what price.
- 4. Explain any externalities generated due to production of these products.
- Summarize by explaining how this firm adds value to inputs. (This is the most important question. Do a good job!!)

After you have done this for each of the four sites, write a paragraph comparing the first three sites as a <u>system</u> which produces the raw milk, processes it, and sells it to consumers -- with the last one, which does all three steps at one site. (10 points)

- 1. Explain who in each system captures profit.
- Explain how each system contributes to the larger economy (both regional in terms of employment and national in terms of GDP).
- 3. Explain which system generates fewer externalities and why.



Dave & Sue Evans

PH: (607) 334-5339



- Cheese
- Maple Products
- Bottled Pasteurized Whole Milk



Tanner Hill, 5037 State Hwy 23, Norwich, NY 13815