

SUSTAINING GROWTH FOR AGRICULTURE PRODUCERS & HEALTHY COMMUNITIES

New Mexico Grown is an integral part of the Governor's Food Initiative — a comprehensive commitment to building a robust food system that measurably reduces hunger and improves equitable access to nutritious, culturally meaningful foods for all New Mexicans.

Presentation for the Interim Water and Natural Resources Committee

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Presented by:

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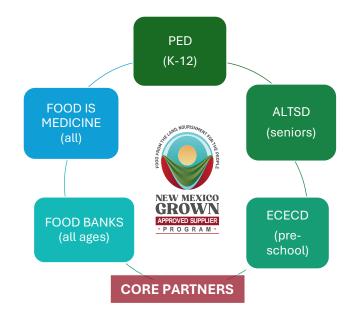
HELPING NEW MEXICANS FEED NEW MEXICANS

SERVING 31 NM COUNTIES

The NM Grown Approved Supplier Program (ASP) is a data-driven food quality assurance program designed to meet these core goals:

- Ensuring the food quality delivered through the program meets or exceeds the highest food safety measures that align with USDA standards.
- Creating equitable market access to institutional markets for all NM food producers stimulating local economies.
- Improving access to nutrient-dense food among vulnerable populations in early childhood education centers, K-12 schools, senior centers, food bank/pantries, and other programs.
- Stewarding market relationships, program stability and institutional coordination on behalf of all stakeholders.
- Supporting values-based procurement metrics regularly operationalized by smaller-scale and/or historically marginalized land-based producers who favor sustainable growing practices.

CONNECTING PRODUCERS TO 300+ BUYERS & ACCESS POINTS



ADDITIONAL MARKETS SERVED:

Grocery stores

including Whole
Foods and
Albertsons, more
than 40 health
clinics via
Produce
Prescription
programs, and
CSAs.

NM GROWN EXPANDS 10x – The ASP Makes it Possible!

NM Grown has grown 10x since the ASP was first funded by the state in FY2021.

- **SALES**! Sales to NM Grown program buyers have increased from \$555,000 in purchases to a projected **\$5.09 million** for the upcoming fiscal year.
- **BUYERS!** The number of local food buyers has expanded from 70 individual school and senior center buyers to projected **275 buyers** in FY2025.
- **PRODUCTS**! Increased state funding spurred the ability to add new food categories. In **FY23 meat was introduced**, making beef, bison, lamb/ mutton, and pork products eligible for purchase. **Value-added products are set to be added in FY25**, and eggs are currently being piloted by the food banks.

A BIG PROGRAM WITH BIG RESULTS

The ASP is managed by the New Mexico Farmers' Marketing Association (NMFMA), a nonprofit with 30-years of experience working with agriculture producers and state government to deliver efficient food and farming programs. The NMFMA develops, implements, coordinates, and monitors the follow system components:

Producer Support

- ✓ Food Safety Training
- √ FSMA Compliance
- ✓ On-farm Technical Assistance
- ✓ Program Outreach
- ✓ Value Chain Coordination

Buyer Support

- ✓ Purchasing & Nutrition Guidelines
- ✓ Procurement & Production Planning
- ✓ Value Chain Coordination
- ✓ Data & Evaluation

Food Quality

- ✓ Product and packing specifications
- ✓ Industry roundtables
- ✓ Product expansions meat & value-added foods
- ✓ Tracing and Recall

Leveraging Programs & Funds

- ✓ Healthy Food Financing Fund (HFFF)
- ✓ Resilient Food System Infrastructure (RFSI)
- ✓ NMDA Grown with Tradition
- ✓ State Meat Inspection
- √ Food Hubs

KEY DATES – APPROVED SUPPLIER PROGRAM

- Farmer food safety training begins (NMFMA federal funding); The NMFMA pilots a value chain coordinator (private funding)
- 2018 PED hires first Farm to School Coordinator
- PED & the NMFMA initiate the ASP for fruits and vegetables; The first ASP list is published allowing buyers and producers to connect
 - The first annual buyer-grower meeting is produced by PED & the NMFMA
- 2020 PED initiates the Interagency Procurement Task Force ALTSD, ECECD and PED
 - Aging & Long-Term Services begins purchasing with \$50k pilot
 - Quality Management System is implemented to cover all program guidelines
- The NMFMA receives state funding to support the ASP (\$200k annually)
 - The Local Food Data Portal is established with PED's guidance
 - The first HGAP+ food hub is certified (There are now 6 hubs and 6 farms certified)
- Meat is added to the ASP Approved Product List (beef, mutton, lamb, pork)
 - ECECD begins purchasing with state allocations
 - Food is Medicine programs (FreshRx) begin purchasing from Approved Suppliers
- 2023 The Regional Farm to Food Bank Program begins purchasing statewide
- 2024 Egg pilot is tested with food banks
 - Technology platform for producers and stakeholders is upgraded; New food safety curriculum tools are developed
- 2025 Value-added products and companion producer training are scheduled to begin

THE ASP BUYER & PRODUCER JOURNEYS

New Mexico Grown for INSTITUTIONAL BUYERS

K-12 Schools, Early Childhood Education Centers, Senior Nutrition Programs, Food Banks & Pantries

State agencies allocate available funding to community sites annually.

- Administering agencies include PED, ALTSD, & ECECD.
- RFAs are issued for application by eligible sites (Spring).
- Grant awards ae issued and budgets established.

Institutional buyers plan for procurement and outreach to producers.

- Use Approved Supplier List to identify potential vendors based on location, delivery, and product offers.
- Use Allowable Products
 List to endure
 reimbursements.

Institutional buyers begin purchasing NM Grown foods!

- Reach out to Approved Suppliers to develop purchasing plan, coordinate delivery, and establish pricing.
- Adhere to purchasing guidelines and submit invoicing to administering agencies.

Buyers strengthen purchasing relationships and plan for the future.

- Attend Regional Buyer-Producer networking events to meet producers and expand purchasing.
- Reach out to ASP staff for support with procurement, including production planning and forward agreements.

New Mexico Grown for APPROVED SUPPLIERS

Produce + Growers, Meat Producers/Aggregators, Food Hubs, & Distributors

Producers complete food safety requirements for institutional sales.

- Attend food safety training provided by NMFMA or Produce Safety Alliance and submit certificate of completion.
- Submit Third Party Certification (GAP/HGAP+) documentation (if applicable).

Submit an application via Approved Supplier Application Portal.

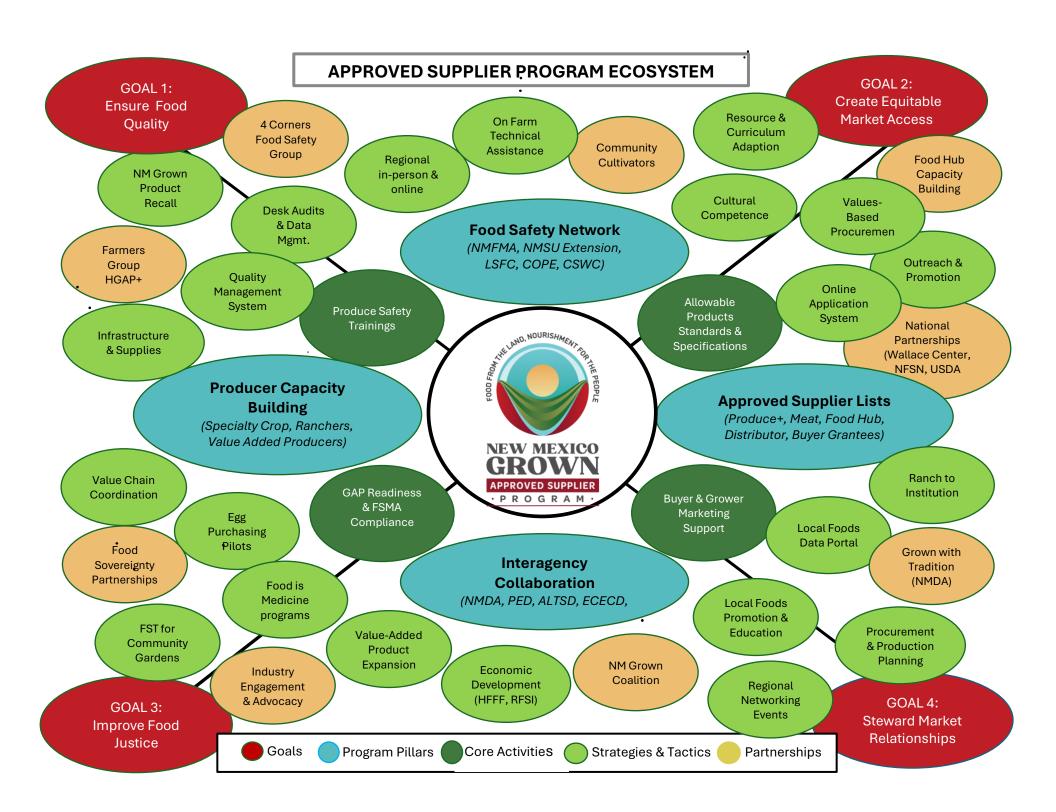
- Create an account and complete an online application.
- Submit required documentation such as farm map, water testing results (if applicable) and/or food safety plan.

ASP Food Safety Network collaboratively reviews & approves applications.

- Desk audit is completed by reviewer team of community-based food
 safety experts statewide.
- Farm visits are required for new vendors and 1:1 TA is provided to all ASP participants to advance food safety practices & record keeping.

Approved Suppliers reach out to buyers to begin purchasing and establish relationships.

- Producers provide product, pricing & delivery info. to potential buyers.
- Producers must meet invoicing and payment guidelines of individual buyers.
- Producers retain status as Approved Suppliers year over year through annual applications.



SUSTAINING GROWTH FOR PRODUCERS AND COMMUNITIES

THE ASP FUELS \$8.8M IN ECONOMIC IMPACT!

Over the past 5 years, NM Grown and the Approved Supplier Program have undergone tremendous expansion. Local food purchases have increased nearly tenfold since FY21 when the ASP first received state funding (\$200k).

All of this means that more communities and individuals are benefiting from NM Grown and the ASP – including food producers, children of all ages, elders, and food insecure families.

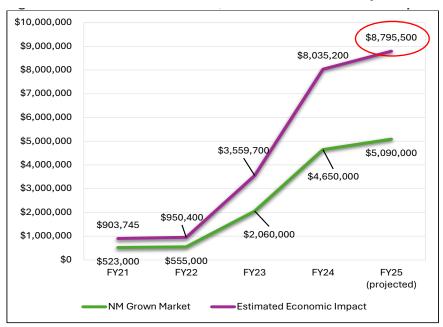
MORE BUYERS, SUPPLIERS, & PRODUCTS!

Increased sales have been driven by massive increases in the number of buyers, food producers, hubs, distributors, types of food products available for purchase, and the number of meals served using NM Grown products.

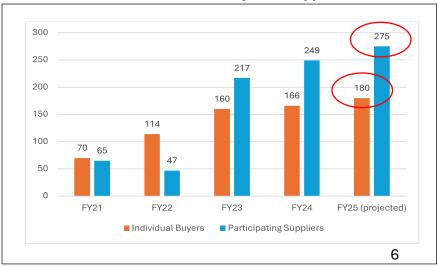
Until FY23, NM Grown funding was received solely through the State. In FY23, a 3-year federal grant was secured that allows food banks to purchase local food through FY25. *Regional Farm to Food Bank* became part of the broader NM Grown Program and is providing \$4.1M over three years for local food purchases, or about 35% of total NM Grown purchases during this period.

As NM Grown market opportunities have skyrocketed, so too have **annual increases in the number of suppliers.** By FY25, 275 suppliers from 28 counties will participate. These ae mostly small-scale producers who identify as socially disadvantaged. The number of institutional buyers has also risen dramatically, and by FY25, 180 buyers in 29 NM counties are expected. Counting food bank access points, there will be 300+ buyer locations by 2025.

NM Grown Total Market \$ and Estimated Economic Impact



Number of NM Grown Individual Buyers & Suppliers, FY21-FY25



HELPING PRODUCERS & BUYERS EXPAND BEYOND NM GROWN

GAP READINESS & FSMA COMPLIANCE

The Approved Supplier program is an accessible and place-based food safety training program that helps build farmers capacity for compliance with federal food safety requirements under FSMA.

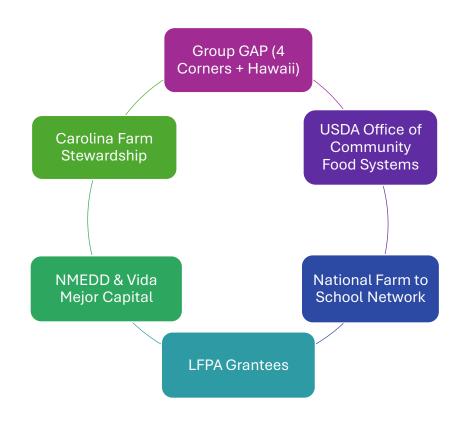
Through training and technical assistance, Approved Supplier Program participants receive support to adopt new practices, engage in record keeping and develop comprehensive food safety plans which are required for third-party voluntary certification programs such as Good Agricultural Practices and Organic Certification.

The NMFMA provides technical assistance for farmers and food hubs seeking GAP certification through our **GroupGAP program**, *The Farmers Group*. This initiative is a partnership with North Shore Economic Vitality Partnership (based out of Wailua, HI) that engages food safety experts from Hawaii and the 4 Corners region to provide culturally supportive HGAP+ audit services for producers. This program provides essential technical assistance to help producers prepare records while keeping audit costs low despite increases in USDA fees. It has helped increase the number of GAP certified producers in New Mexico.

The NMFMA is also working with NMDA to explore GAP cost-share programs for producers to continue to expand markets outlets and sustain this growth in economic opportunities for NM producers.

NATIONAL RECOGNITION FOR THE ASP

The Approved Supplier program has garnered attention across the country for its unique approach to supporting producers of all scales, ensuring food quality, maintaining multi-sector partnerships, and sustaining values-based programming. In return, these partnerships enrich the ASP and provide NM stakeholders with valuable networks for continued growth.



WANT MORE INFORMATION?

Links to additional resources:

ASP Impact Report

New Mexico Grown Program Website

Food Initiative Dashboard

NM Grown FY23 Meat Pilot Evaluation Report (published 2024)

Healthy Food Financing Fund - List of FY24 and FY23 Awardees

Resilient Food System Infrastructure Program in New Mexico

New Mexico LFPA Report: Building a Local Food System on Efficiency, Trust, and NM Values (published 2024)

USDA Local Food Purchase Assistance Program: Initial Impacts, Opportunities, and Recommendations (published 2023)

AGRICULTURE CENSUS CONFIRMS GROWTH IN INSTITIONAL AND OTHER SALES

The census (2017 & 2022) indicate an encouraging trend in direct farm sales. We'd like to think NM Grown and the ASP have contributed to these positive trends.

• Value in farm sales increase from \$2.582B to \$2.949 billion in 2022; average per farm increased from \$103,112 to \$140,591 in 2022

Aggregate of all direct farm sale segments increased from 8.5% (2017) to 10.8% (2022):

- a. Direct to consumer, slight decline from 5.9% (2017) to 5.4% (2022)
- b. Direct to retail, institution, and food hubs increase from 1.3% (2017) to 4.0% (2022)
- c. Value added products sold increased from 1.3% (2017) to 1.4% (2022)
- The number of farms selling to "directly to retail markets, institutions, and food hubs for local or regionally branded products" increased from 325 (2017) to 848 (2022).
- The value of the food sold "directly to retail markets, institutions, and food hubs for local or regionally branded products" **increased from \$122,560,000** in 2017 **to \$200,998,000** in 2022.