Alaska Cottage Food Webinar

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Scaling Up: Alaska Cottage Food Webinar

Presented via ZOOM March 30, 2021 9:30-11:30 am















Agenda



- Welcome & Introductions- Robbi Mixon & Amy Seitz, Alaska Farmers Market Association, Alaska Farm Bureau, & Alaska Food Policy Council (5 minutes)
- Welcome & Introductions Kim Stryker, DEC Food Safety & Sanitation Program (5 minutes)
- Food Business Scale -Up Panel (40 minutes) -
 - Evie's Brinery Evie Witten
 - Alaska Salt Co. Casey Siekaniec
 - The Bagel Shop- Mikela Aramburu
 - Lucy's Market- Kelsey Shields
- Q & A with Scaled Up Food Businesses (10 minutes)
- ADEC- Basic Overview of Food Permitting Requirements- Noelani Thompson (20 minutes)
- Alaska Manufacturing Extension Partnership- Alyssa Rodrigues (5 minutes)
- Food Liability Market Manager Perspectives Robbi Mixon (5 minutes)
- Food Liability Insurance Chris Van Leeuwen- Veracity (25 minutes)
- Post-workshop survey, Future Steps, & Listserv sign-up (during Q&A)



Webinar Co-Hosts

Welcome & Introduction, Robbi Mixon & Amy Seitz

Visit us at:

alaskafb.org
akfoodpolicycouncil.org
alaskafarmersmarkets.org





Mission: to support and promote vibrant and sustainable farmers markets throughout Alaska.

Our goal is to create a healthier, more secure and more self-reliant Alaska by improving our food system.





Mission: to improve the economic well-being and expansion of agriculture and to enrich the quality of life for all Alaskans.

Welcome: Kimberly Stryker

Alaska Department of Environmental Conservation (ADEC), Food Safety & Sanitation Program

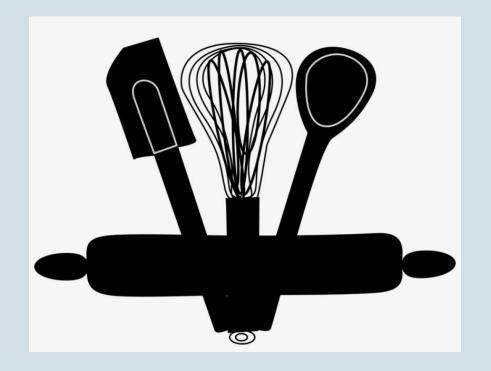
https://dec.alaska.gov/eh/fss.aspx

https://dec.alaska.gov/eh/fss/ food/cottage-food/



Food Business Scale-Up Panel

- Evie's Brinery, Anchorage
- Alaska Salt Company, Homer
- Bagel Shop, Homer
- Lucy's Market, Soldotna







- Established 2014
- Sold 2019 to Alaska Seeds of Change

Mission –driven business Greater impact - quick transition to wholesale model







Delicious, Full of Goodness, Local

Making fresh Alaska vegetables even more delicious, nourishing and easy to serve, and partnering with Alaska farms and other local small businesses to foster healthy Alaska people, economies and communities.

Challenges

 <u>Permitting</u> – just follow steps, attention to detail

<u>Commercial kitchen space</u> - refrigeration

<u>Packaging</u> – affordable in relatively small quantities

 <u>Distribution</u> outside of Anchorage & Mat-Su



What contributed to success?

- Stage with similar business
- Allies within permitting agencies
- Good work/production space
- Investment in branding, quality packaging
- Built solid relationships with producers
- Social media partnerships
- Strategic placement retail
- Bottom line A plan







Hindsight – what would I do differently?

- Use more local resources earlier
- Less shy & more fun with media & social media
- Embrace & celebrate start-up phase







Brinery plan - full circle

Alaska Seeds of Change complements its <u>mission</u> through Evie's Brinery, strengthening our youths' connection to their food system and building valuable skills in the process. We believe that when youth have a better understanding of where their food comes from and how it's made, they have a stronger understanding of themselves and how they make our community more vibrant.









Alaska Zalt Co.

WILDLY UNREFINED





Alaska Salt Company





Alaska Salt Company





Alaska Salt Company





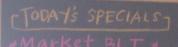












crispy bacon, market greens, roma tomato & thinly-sliced red onion with your choice of Holy Trinity or Garlic n' Herb schmear - on a bagel of your choice.

* smoked white fish *

smoked black cod, hard-boiled egg, onion, celery, parsley & mayo atop a bagel of your choice - with market greens, tomato and red onion.

our bagels were boiled and baked fresh today in a home kitchen.

1390

poppy seeds, sesame seeds, onion, garlic



smoked red Salmon, red onion, capers, fresh dill & parsley in cream cheese 1 452

* the holy trinity *

Market greens, rogsted jalepeños, garlic roma tomato & red onion to your baged & schmear

with plenty of both 1

*BLUEBERRY-ORANGE

our sweet schmear w/a touch of honey

* plain cream cheese *

Philadelphia +300

butter organic







The Bagel Shop







The Bagel Shop



The Bagel Shop



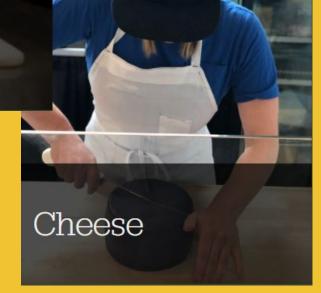








Food & Retail



LUCY'S MARKET



Lucy's Market







Lucy's Market

Q & A with Scaled Up Food Businesses



Basic Overview of Food Permitting Requirements



Getting Started

An overview of what to consider and how to get started with the State of Alaska DEC Food Safety and Sanitation permitting process

Lorinda Lhotka, Program Manager Heidi Isernhagen, Environmental Health Officer & Retail Specialist (Soldotna) Lani Thompson, Environmental Health Officer (Anchorage)

THINGS TO CONSIDER WHEN SCALING UP YOUR BUSINESS

Retail

Within Anchorage (Eklutna to Portage) – Apply for a permit with the Municipality of Anchorage

Outside Anchorage City Limits – Apply for a permit with the State of Alaska



Wholesale

Apply for a permit with the State of Alaska



Construct New Facility/Space

- -Location Choice most convenient for producer and/or customer
- -Costs associated with construction
- -Costs of equipment
- -Building Codes
- -Space
- -Wastewater/Drinking Water requirements
- -Flexibility with scheduling and kitchen usage
- -Asset/Investment



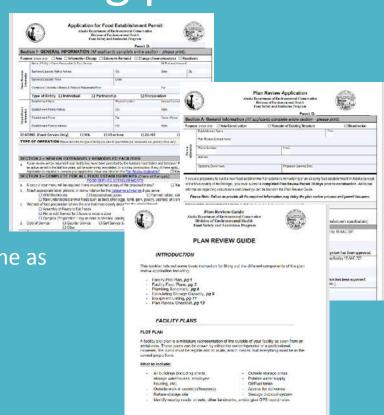
DEC-Approved Shared/Community Kitchen

- -Rental Costs
- -Faster than building from scratch
- -May not have to buy equipment
- -DEC plan review physical facility plans have already been approved, plan review concentrates on applicant's process
- May not be as flexible need to work around other people's schedules
- -Storage of Finished Product
- -Location Change if you change the kitchen you are working out of, will need to go through plan review process again. DEC permits are site and person specific.



How to start the permitting process

- Food Establishment Application
- Plan Review Application
 - Floor Plan
 - Plot Plan
 - Equipment List
 - Plumbing Schematic
 - Fees (do not need to be submitted the same time as the applications)
- Resources: <u>Food Processors (alaska.gov)</u>
 - Plan Review Guide



Food Processors

Product Labeling Requirements

Packaging

company name address phone
INGREDIENTS:

Your list of ingredients, Your list of ingredients.

company name address phone

INGREDIENTS:

Your list of ingredients, Your list of ingre

474 yourwebsite.com

Lot Coding

Recall Plans





High Hazardous Food Products

- Smoked
- Cured
- Acidified
- Dehydrated
- Thermally processed low acid foods
- Reduced oxygen packaging

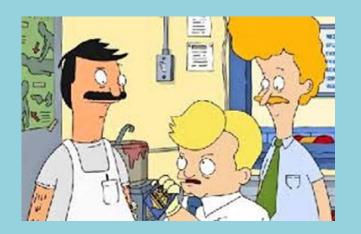




- Product Testing (pH & aw)
- Processing Authorities
- Develop a HACCPPlan
- File Process with FDA

Distribution & Inspection

- How to get your product to customers
- Refrigerated/Frozen Products





- Permitted facility subject to DEC routine inspection
- If product crosses state line, facility is also subject to FDA inspection

Contact Us

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https://dec.alaska.gov/eh/fss.aspx

AK Manufacturing Extension Partnership



Food Liability Insurance Program









MANAGE RISK, PROTECT YOUR BUSINESS

Chris Van Leeuwen, CIC

Veracity Insurance Solutions, LLC



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What Can Cause You Problems

<u>Premises</u>



Products



Liability arises out of an injury and/or damages due to the ownership, maintenance, or use of that location

Liability arising out of injury and/or damages caused by defects in product design, manufacture, or failure to warn or explain

Operations



Liability arises out of injury and/or damages caused by <u>activities</u> which are necessary and incidental for conducting business.



What Can Cause You Problems

Auto



Liability arising out of the Ownership, Maintenance or Use of Autos – Personal vs. Commercial Auto

Trailers



Bodily Injury or Property Damage arising from the ownership, maintenance, use or entrustment to others are excluded from general liability policies

Employees



Work Related Injuries, Theft, Fraud, Harassment, Discrimination, Hostile Work Environment, Wage & Hour Claims, Wrongful **Termination**

What Can Cause You Problems

Independent Contractors



Independent Contractor/Sub-Contractors not insured under general liability policy.

Alaska Law

To determine whether a person is an independent contractor or an employee, it is important to consider all evidence regarding the degree of control and independence. **Independent contractors should:**

- ☐ Perform duties that are not part of the normal work flow;
- ☐ Perform a task that has a specific result (end date);
- Expect to receive income from more than one source;
- ☐ Have a business license:
- Have a business premises; and
- ☐ Provide services to more than one employer.



Independent Contractors

Possession of a business license or insurance does not make a valid independent contractor. These are only beginning steps. There are not a set number of factors that makes a worker an employee or an independent contractor.

Types of Instructions Given

An employee is generally subject to the business's instructions about when, where, and how to work. All of the following are examples of types of instructions about how to do work:

- When and where to do the work.
- What tools or equipment to use.
- What workers to hire or to assist with the work.
- Where to purchase supplies and services.
- What work must be performed by a specified individual.
- What order or sequence to follow when performing the work.



Workers Compensation



Alaska employers who hire independent contractors must provide them and their employees with workers' compensation coverage unless the contractor can provide proof of insurance.

If you hire an independent contractor or subcontractor who lacks workers' comp insurance and one of their workers gets hurt, you may be liable for that person's medical expenses under your own workers' comp arrangement.



Penalties

Employers in Alaska who fail to maintain workers' compensation insurance for their employees will be subject to a variety of civil penalties, including:

- ☐ Penalties of up to \$1,000 per employee, per day in which they fail to provide workers' comp coverage
- Being shut down by the state (stop-work order)
- Having to pay \$1,000 in additional penalties for each day they violate a stop-work order
- Being barred from pursuing job contracts with the state of Alaska
- Being liable personally to pay benefits for injured or sick employees who should have had workers' comp coverage at the time of their work-related injury or illness
- ☐ Possible criminal fines of \$10,000 and one year in prison



Risk Management

- Premises Liability Product Liability
- Operational Exposures
- Auto
- Trailers
- Employees
- Independent Contractors
- Contracts



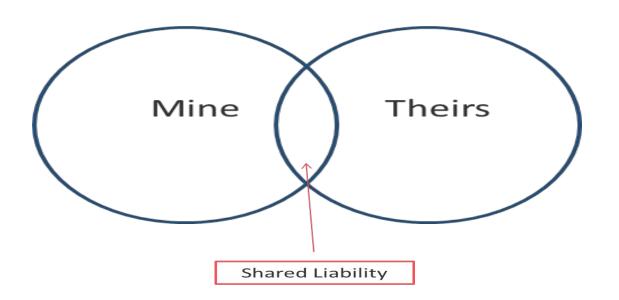


Additional Insured

- A company that is added to a policyholder's insurance policy is considered an additional insured
- ☐ This endorsement can complement an existing contract and can help protect a party from liability arising out of another party's negligence.
- Additional insureds are only covered for operations that involve the named insured in some way
- Policy exclusions apply equally to named insureds and additional insureds
- Additional Insured status is different than being a Certificate Holder. A Certificate Holder has only a document that provides information as to the insurance coverage in effect.



Additional Insured





Your Contacts

Your FLIP Team info@fliprogram.com 844.520.6992

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Q&A



Post-workshop survey & Listserv sign-up



Complete Survey by visiting:

https://forms.gle/gsyYeZuZ98NKoePt6

Cottage Food Listserv Sign up:

http://list.state.ak.us/mailman/listinfo/ak-cottage-food

References

https://dec.alaska.gov/eh/fss.aspx

https://dec.alaska.gov/eh/fss/food/cottage-food/

https://www.muni.org/departments/health/admin/environment/fss/documents/cottage_food_exemptions.pdf

https://www.muni.org/departments/health/admin/environment/fss/documents/cottage%20food%20waiver%20information%20and%20application.pdf

- alaskafb.org
- akfoodpolicycouncil.org
- <u>alaskafarmersmarkets.org</u>
- alaskafoodhub.org