

INTOFOOD

innovative solutions for Short Food **Supply Chains**

Campden BRI Hungary

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Project acronym: Smart Food Supply Chains

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Template for good practice cases

Work package number: T2

WP leader: CBHU

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PU	Public			
PP	Restricted to other programme participants			
RE	Restricted to a group specified by the consortium			
СО	Confidential, only for members of the consortium			





1. Title of the case description

Multi-channel sale

2.	Indicate your	role in the Smart	Food Supply Chain:
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individual member of the chain: \square
chain operator: □
network operator: □
association:
technical, scientific, or management expert: \Box
advisor: □
policy maker: □
other:

3. Indicate the region (if applicable):





4. WP2 Cross-reference table

Please indicate with an X in the relevant box of the matrix for which needs and the steps / functions of the supply chain the described innovative solution is applicable

		In	Individual steps of the SFSC					Short food supply chain as whole							
		1	2	3	4	5	6	7	8	9	10	11	12	13	14
Needs of the consumers (citizens)	food safety														
	food quality	X	X												
	trust	X	X				X	X						X	
ds of t	ethical aspects	X	X				X	X						X	
Nee	accessibility														
y ₂	fair price							X			X	X			
Needs of the chain actors	increased negotiating power											X		X	
	shared use of available resources														
	product development support														
	access to markets and consumers	X	X				X	X							
	access to infrastructure														

- 1: Farming
- 2: Primary production
- 3: Transport
- 4: Processing and packaging
- **5: Storage**
- **6:** Logistics
- 7: Sale
- 8: Product integrity, authenticity, transparency
- 9: Marketing concepts
- 10: Food chain management and networking for enhancing cooperation among chain actors
- 11: Business modelling
- 12: Policy environment
- 13: Legal requirements
- 14: Labelling





5. Short description of the innovative solution

• Describe the specific need or problem being addressed by the case and please explain what is the novelty of this innovative solution

Food production, Agriculture, Environment, Trust, Marketing/PR The system monitors the energy costs of the agri-food companies

• Describe the enabling function(s) and the practical benefit(s)-(e.g. for which types of problems and opportunities is used and can it be used, and how)

The system helps FARMERS and others players of the supply chain in order to better manage their pro-duction, saving resources and increasing competitiveness. The "FIELD DIARY" collects information on the status of the field (hydration, nutritional status, fertilization and irrigation treatments...) and allows farmers to develop more efficient production strategies. The collected data provide a register of field that gives information to farmer on tailored strategies to optimize production and save resources. The system provides also information related to the energy footprint of the farm that could be used to certify the conformity to national and European laws and to obtain certifications and incentives.

Moreover the system helps consumers and customers (such as restaurants, small fresh food stores, ...) to organize their food purchase through a geolocation service on an interactive map.

• Describe the method/procedure/technology/solution implemented. (Please explain, whether the innovative method is a product / service / process / marketing or organisational / management innovation) After completing the description, please indicate, whether this innovation is a technological or non-technological one.

INTOFOOD is an intelligent system that monitors the energy costs mainly addressed to farmers characterised by perishable/fresh products and added value food: organic food, Zero-Km food, certified products. The INTOFOOD consortium is composed by EOStech and three business partners: CIA, Servizi Energetici and a farm.

• Describe the business, which implemented the innovated solution (size, country, region, location, type of food)





The system provides an innovative service targeted to different users: Farmers, final consumers (citizens), professional customers (point of sales: restaurants, agritourisms, small fresh food stores ...).

• Describe the distribution channels of the product(s)

• Describe what makes the innovation work.

The Intofood service allows farmers to analyse the relationship between production strategy and the quantity/quality of products. Different types of benefits are expected (both related to reduction of production costs), such as irrigation costs (saving 20%), energy costs (saving 10-15%). Moreover the optimization in the use of fertilizers and the optimization of the timing of sowing and harvest is expected.





- Describe the specific prerequisites for the business related to the implementation of the method and/or related to the location, method, procedure, solution
 - a: List the relevant necessary resources (including the estimated cost) for the specific innovation.

Please list the relevant ones only (list is annexed)

- human: labour force: size, knowledge & skills (production, technical, marketing, managerial, ICT, financial, etc.)
- technology: patents, know-how, trademarks, copyrights, trade secrets
- infrastructure, equipment, facilities, size, minimum volume of production/sales, IT infrastructure
- information, reputation, brand, trust
 - b: List the relevant necessary capabilities for the specific innovation. Please list the relevant ones only (list is annexed)

• trust:

- ability to ensure product integrity, authenticity and transparent information for the consumers (including systems, tools);
- ability to access external trust enhancers (third party certification, internal certification system, participatory guarantee systems);
- application of the labelling rules and branding (mandatory and voluntary);
- ability to meet third party certification requirements

• ethical aspects

- ability to understand consumer needs for ethical behaviour related to the specific product(s) of the SFSCs;
- culture for ethical food production and supply;
- ability to implement necessary measures to ensure ethical food production and supply;
- ability to access the consumer willingness to pay for products meeting ethical aspects

• <u>accessibility to</u> consumers:

- ability to organize logistics efficiently and to exploit innovative solutions and distribution channels:
- efficient, innovative sales methods;
- ability to develop and implement new business models for ensuring access of consumers to products and augmented services;





6.	Describe the results, achievements and typical failures
7.	Summarize what makes the case to a good practice for the members of the SFSCs (e.g. lessons learned)
8.	Aspects, methods for transfer of methods for other SFSC members
9.	Recommendations for members of other SFSCs for further applications
10	. More information is available at (web), if it is relevant
http://	eostech.it/intofood/





Annex

1. <u>Checklist for necessary resources</u> (tangible and non-tangible):

- materials (access to: raw materials/ ingredients including volume, land including size, packaging materials
- human: labour force: size, knowledge & skills (production, technical, marketing, managerial, ICT, financial, etc.)
- technology: patents, know-how, trademarks, copyrights, trade secrets
- infrastructure, equipment, facilities, size, minimum volume of production/sales, IT infrastructure
- information, reputation, brand, trust
- financial*

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*: estimated cost:
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0 - 10 000 Eur 10 001 - 50 000 Eur 50 001 - 100 000 Eur 100 001 - 300 000 Eur 300 001 - 1 000 000 Eur 1 000 000 Eur above -

• other specific necessary resources for the application of the specific innovation





2. Checklist for the necessary capabilities

food safety:

- basic skills to comply with the EU food safety regulations
- ability to understand what makes the product safe (the key controls, which ensure the safety of the product biological, chemical and physical hazards, providing the safety shelf life of perishable products)
- food safety culture (motivation, responsibility for food safety) and basic skills for the implementation of HACCP

food quality:

- ability to define the target segments of consumers for SFSCs
- ability to define the product characteristics which are (tacit) basic requirements for the target segment(s) of consumers;
- ability to define which product attributes/levels and augmented services represent an added value for the target segments of consumers;
- food quality culture (motivation, responsibility for food quality);
- production experiences which help to provide the expected quality reliably, uniformly;
- ability to provide distinguishable quality which meets the needs of the targeted consumer segment;
- meeting (local) legal requirements, application of the labelling rules:
- ability to access the consumer willingness to pay for specific products of SFSCs.

• trust:

- ability to ensure product integrity, authenticity and transparent information for the consumers (including systems, tools);
- ability to access external trust enhancers (third party certification, internal certification system, participatory guarantee systems);
- application of the labelling rules and branding (mandatory and voluntary);
- ability to meet third party certification requirements

ethical aspects

- ability to understand consumer needs for ethical behaviour related to the specific product(s) of the SFSCs;
- culture for ethical food production and supply;
- ability to implement necessary measures to ensure ethical food production and supply;
- ability to access the consumer willingness to pay for products meeting ethical aspects

• <u>accessibility to</u> consumers:

- ability to organize logistics efficiently and to exploit innovative solutions and distribution channels;
- efficient, innovative sales methods;





 ability to develop and implement new business models for ensuring access of consumers to products and augmented services;

• fair price:

- collecting marketing information;
- ability to enhance and maintain cooperation among chain actors including the combined use of available complementary resources, capabilities, competences of SFSCs actors, networking, understanding the principles of food value chain management;
- ability to define, develop or maintain unique quality of products and augmented services;
- ability to develop and implement new business models;
- ability to access the consumer willingness to pay for fair price

increased negotiation power:

- collecting marketing information;
- ability to enhance and maintain cooperation among chain actors including the combined use of available complementary resources, capabilities, competences of SFSCs actors, networking, understanding the principles of food value chain management, cooperation culture;
- ability to define. develop or maintain unique quality of products and augmented services;
- ability to develop and implement new business models;

• shared use of available resources:

- ability to enhance and maintain cooperation among chain actors including the shared and combined use of available complementary resources, capabilities, competences of SFSCs actors, networking, understanding the principles of food value chain management, cooperation culture;
- the level of value chain management culture;
- ability to access the consumer willingness to pay for food with reduced environmental impacts





• input for R+D:

- ability to monitor, research, evaluate, and understand the needs and wants of customers and consumers;
- ability to develop new products, processes, packaging, preservation techniques, systems and access to new markets, including in other categories;
- access to innovative technologies; distribution and marketing solutions and methods. management systems;
- access to local input for R+D covered by other aspects

• <u>access to markets:</u> and market success

- effective promotion, customer service, efficient and innovative sales methods;
- ability to understand consumer's needs;
- ability to organise logistics efficiently and to exploit innovative solutions and distribution channels,
- unique value propositions;
- ability to develop and implement new business models for ensuring access of consumers to products and augmented services, develop the market accessibility for the suppliers.
- stock control;
- ability to access to required raw materials within a restricted geographical area

• <u>access to</u> infrastructure:

- ability to use existing own infrastructure in a focused way to serve consumer needs or to combine it with complementary infrastructures of other SFSC actors, cooperation culture;

management:

- to implement management systems for vision, planning, implementing), coordinating, controlling, monitoring, continuously;
- improving; ability to motivate, authorize staff;

• production, processing:

- management system, production experience, specific controlling, monitoring, continuously;
- willingness to consider and ability to evaluate the adoption of TECI and NTI in the current production processes;
- any additional specific resources necessary for the application of the specific innovation.