KEYNOTE ADDRESS

TIMOTHY YORK, MARKON COOPERATIVE INC

KEYNOTE SPONSORED BY HOUSTON'S FARM









What's in Your Salad? One US Perspective











2006 E. coli O157:H7 spinach "outbreak strain" isolated from 1 farm in San Benito County:



Other Produce Safety Crises Have Included:

Tomatoes, cantaloupe, alfalfa sprouts, cut romaine, alfalfa sprouts, cantaloupe, alfalfa sprouts, papayas, romaine lettuce, clover sprouts, mangoes, spinach, spring mix, cucumbers, bagged salad, cilantro, clover sprouts...

And these are just the major US outbreaks since 2006...









Markon Stance

- 1996 food safety programs initiated
- Water quality critical component
 - We did not approve Natural Selections/Earthbound
 - 28 brands Dole, Fresh Express, Sysco, Earthbound, Tanimura & Antle, etc.
- New policies eliminated one-third of suppliers by 1998
- All branded suppliers are audited and verified through on-site observations
- Restaurant reputation at risk







Markon 5-Star

- Fields "Boots in the Field"
- Facilities GMP, HACCP
- Transportation Monitor temperatures
- Distributor warehouse GMP
- Operator kitchen handling, trace-back







Markon Food Safety Programs

		AREA IMPACTED	5-STAR FOOD SAFETY Markon Branded Suppliers	BASELINE PLUS Non-Branded Suppliers	BASELINE CERTIFICATION Non-Branded Suppliers			
PRODUCE	Lettuce & Leafy Greens		YES	YES	YES			
COVERED	All Other		YES	YES	YES			
LIABILITY INSURANCE		Business / Finance	REQUIRED \$5MM	REQUIRED \$2MM	REQUIRED \$2MM			
INDEMNIFICATION		Business / Finance	YES	YES	YES			
	Certificate of Third-Party Audit	Fields and/or Facilities	YES	YES	YES			
	Markon Review of Third-Party Audit	Fields and Facilities	YES	YES	NO*			
	Water Testing	Fields and Facilities	YES	YES	NO*			
ANNUAL	Boots in the Field	Fields and Facilities	YES	NO*	NO*			
AUDITS	GAP	Fields	YES	YES	NO*			
	GMP	Facilities	YES	YES	NO*			
	НАССР	Facilities	YES (RSS only)	YES (Fresh-cut only)	NO*			
	Wash-Water Sanitation	Facilities	YES	YES	NO*			
	Environmental Testing Program	Facilities	YES (RSS only)	YES (Fresh-cut only)	NO*			
MOCK RECALLS		All Suppliers	YES	NO*	NO*			
TRACEABILITY		All Suppliers	TRACE BACK TO FIELD LEVEL	TRACE ONE STEP FORWARD, ONE STEP BACK	NO*			
TEMPERATURE MONITORING		Transportation	YES	YES	YES			

*Applies to required programs that are verified by Markon and does not reflect each supplier's existing food safety programs or lack thereof.

FRESH INDUCE









Animal Proximity









Tomato repack line with porous surface (un-sanitizable)







Broken rodent traps







Dirty, hard to reach places (poor cleaning and sanitation crew)

Mario Estrada, Jr.









Dirty oxidizing roller (served no purpose on equipment)

Mario Estrada, Jr.







Markon

- Crisis response plan
- RACI form

Date/Time Crisis Opened:	Team Lead:
Date/Time Crisis Closed:	Team Co-lead:

RACI (Responsible, Approve, Collaborate, Inform)

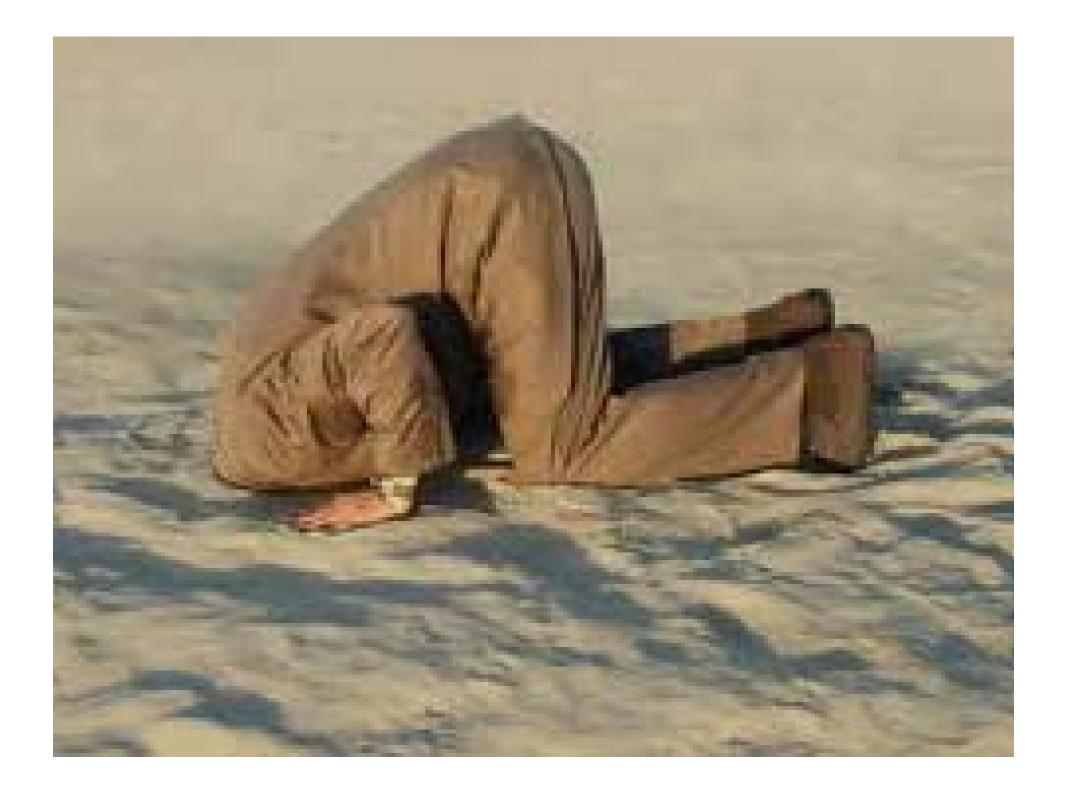
		tutez (tresponsible, reprote, considerate, zmorth)											
	Status Green: Done		Lead - TY	Co-lead - TBD	Sales/ Cust Svc - MS	Comm - LP	Food Safety - ME	Cust Svc - RR	Purch - MD	Informtn Svcs - JE	Natl Accts - SP	PR - NST	Time Frame (1st # earliest task
Step #	Yellow: In- Process Black: N/A	Activity											can start, must happen by second #)
1		Receive notification of potential crisis; determine if crisis mgmt team needs to be activated	R		С								
2	TYMS LPJE SP	Activate crisis mgmt team	R		С	I				I	I	I	
3		Set up war room; convene team	R		С								
4		Laptops in war room; office phones forwarded to cell phones, also in war room	R		С	С							
5		Track all media calls using the Media Calls form	С		R	С							
6		Is crisis food safety related?	R		С								
7	MERR MD	If yes, involve ME, RR, MD	Α		R		I	I	I				
8		Contact NST to initiate media monitoring	R			С							
9		Modify holding statement	Α		С	R						С	
10	Buyers Acctng Ntl Accts Mktng IS	Inform ALL Markon staff members (include off-site staff; they may get phone calls)	С		R	С	С				С		
11		Distribute Markon Staff Crisis Form for Incoming Calls (with revised holding statement) to all staff members with instructions on how to respond to incoming calls (Forms section)	С		R			С	С	С	С		
12		Conduct situational analysis using Critical Questions form (Forms section)	R		С	С	С	С	С	С	С	С	











Seth Godin

Tribes – We Need You to Lead Us

The easiest thing to do is react.

The second easiest thing is to respond.

But the hardest thing is to initiate.







Industry Response - Spinach

- Buyers coalition
 - Demand for <u>industry</u> solution
 - Move from "should consider", "review", "assess" to:
 Specific, Measurable, Verifiable practices
- LGMA April 2007
 - Specific, measurable, verifiable practices
 - Specific calculations, frequency, process
 - Measurable distance, limits, thresholds
 - Verifiable objective, not subjective pass/fail
- Center for Produce Safety June 2007







Center for Produce Safety

- Need to find answers
- Minimize similar events in future
- Demonstrate to industry, consumers, and regulators that industry was serious about addressing food safety issues







CPS - Needed to know

- Pathogens:
 - Where did it come from?
 - How did it get there?
 - How do we reduce the risk?







CPS - Supply chain involved

- Seed funding
 - PMA cover operational expenses for four years
 - Taylor Farms \$2.0M
 - UC Davis
 - State of California
- Board composed of buyers, seller, academics, scientists, regulators, environmentalists







CPS Overview

Who

Industry • Government • Academia • Allied industry • Private Organizations

Structure

- Foundation (NEW!)
- Board of Directors, Executive Committee, Technical Committee, Ad-hoc reviewers, numerous industry volunteers







CPS - Mission

 The Center for Produce Safety provides and <u>shares</u> ready-to-use, science-based <u>solutions</u> to prevent or minimize global produce safety vulnerabilities







CPS - Strategic Plan

- Facilitate actionable research
- Facilitate, translate, and distribute knowledge among stakeholders
- Fund Strategic Plan







CPS Funding

- Administrative
- Campaign for Research
- Government (State Block Grant programs)
- Partners in Research
- Event sponsors







CPS - Project Types

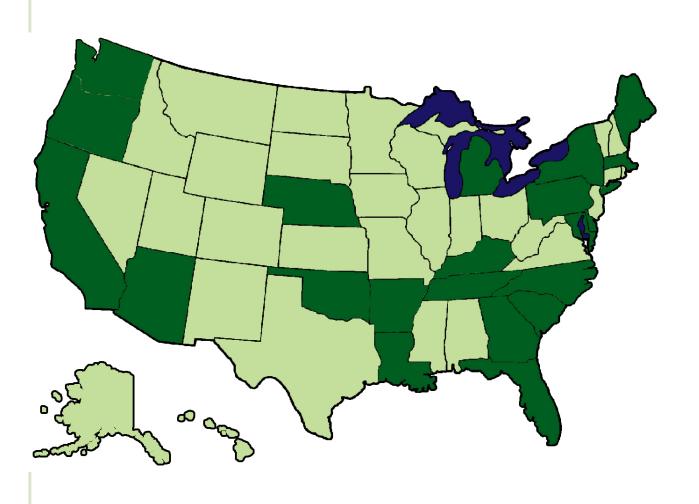
- Annual Call 1 or 2 year in length, \$200K max per year
- Proof of Concept
- Rapid Response
- Partner in Research







CPS - Funded Research



\$13.6 M

(½ industry,

½ government)

22 states

4 countries

28 institutions

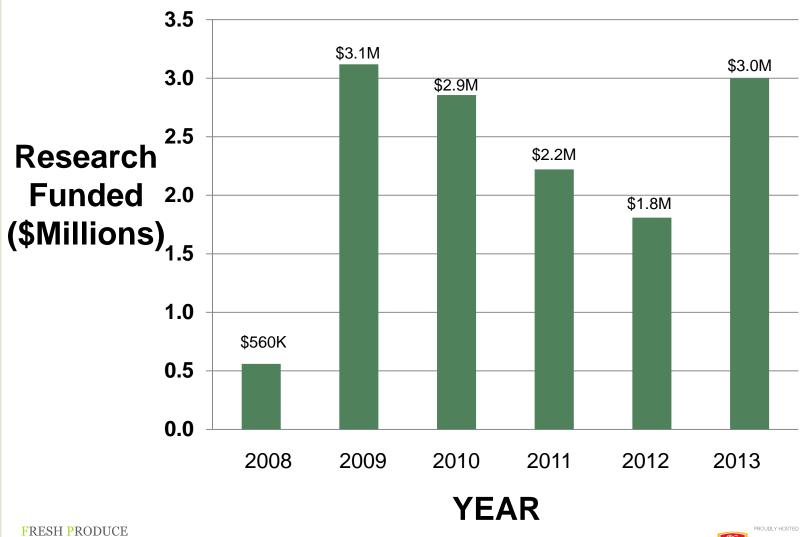
85 projects







CPS - Funding by RPF Year



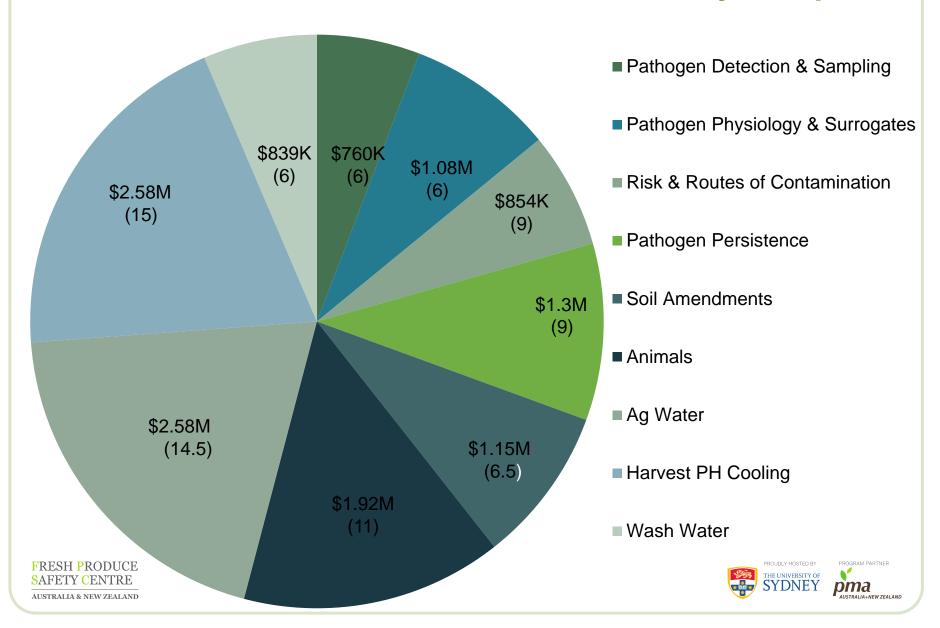
SAFETY CENTRE

AUSTRALIA & NEW ZEALAND





CPS Research Investment by Topic



CPS - Annual Symposium

- Required for funded scientists
- Location changes each year
- Information provided by scientists
- Directed to industry, government officials
- Final reports and key findings posted after event.
- 2015 Atlanta, Georgia







CPS – What Does Success Look Like?

- Proposals that meet industry rigor, scientific merit, administrative excellence
- Insights and opportunities to implement changes that affect produce safety
- Engaged industry
- Funding from the entire supply chain

Objective: Reduce the risk of foodborne illness







Seth Godin

May 27, 2014

- Organizing the Wrong Way
 - Crisis
 - Cash
 - Cliffs
- Organizing the Right Way
 - Connection
 - Commitment
 - Conversation







Congratulations!

PMA A & NZ - You Initiated!





