Long-Term Power Outage and Implications for Food and Agriculture

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Food and Agriculture in Wisconsin

- WI agriculture generates \$59 billion annually
- 3rd largest economic sector in the state
- Food and Ag accounts for 1 in 10 jobs
- WI Ranks #1 in cheese and cranberries
- WI Ranks # 2 in milk production







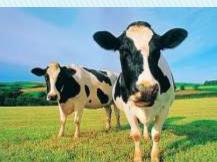
America's Dairyland

- 12,929 licensed dairy farms
- 1.2 million dairy cows
- 23.4 billion lbs. of milk per year
- 64,000,000 lbs of milk/day
- ▶ 500 dairy farms >500 cows = 50% of the state's milk
- ▶ 82% of dairy herds < than 100 cows
- Cows must be milked 2 3 times daily
- Milk must be immediately cooled
- Most dairy farms can hold milk 1 3 days max











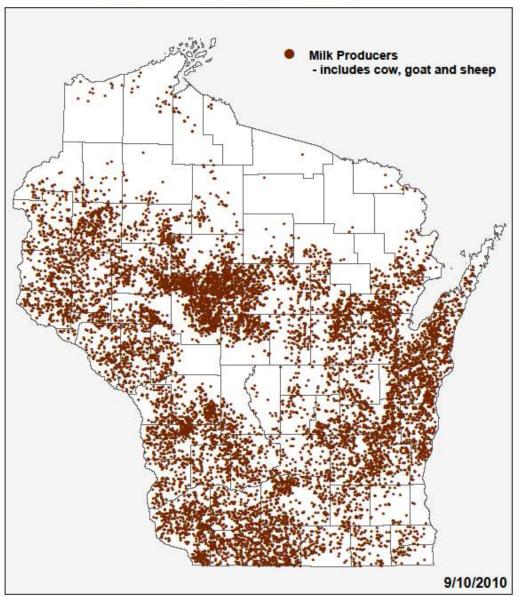
Milk and Cheese

- 90% of milk is used for cheese production
- 26% of the nation's cheese supply
- 450 licensed milk haulers
- ▶ 10 lbs of milk makes 1 lb of cheese
- 2.4 billion pounds of cheese annually
- WI imports milk from other states



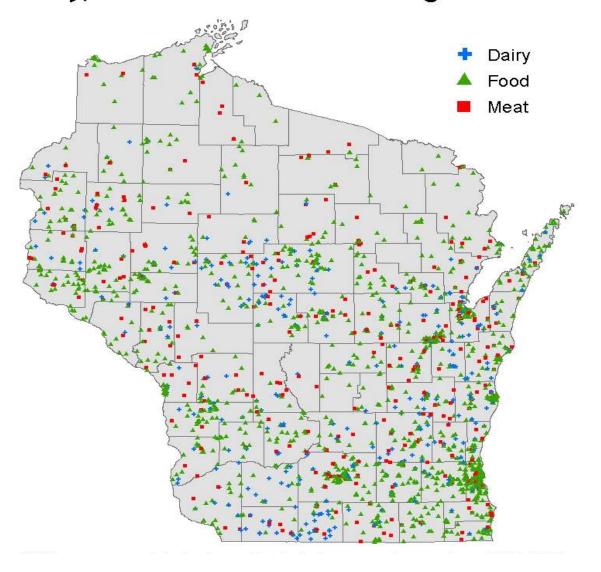


Wisconsin Milk Producers



Wisconsin Department of Agriculture, Trade and Consumer Protection

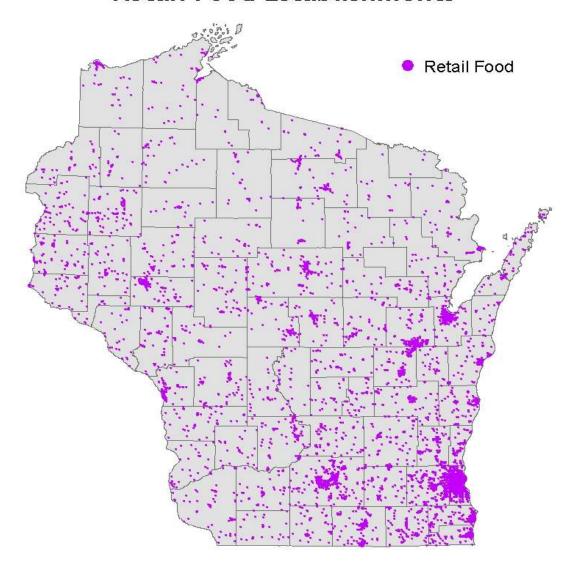
Dairy, Meat & Food - Processing Facilities



Beyond Production to Retail

- Complex system of wholesalers, distributors and retailers
- American consumers rely on Just-in-Time food sales
- Most retail outlets have a 2-3 day supply of food
- Most consumers have less than 1 week's supply of food

Retail Food Establishments



Food Distribution Focus Group

 Purpose: Begin the planning process for assuring availability of food and water in largescale disruptions

Objectives:

- Document existing capabilities and gaps within the food distribution system
- Identify tools for closing gaps/enhancing emergency response
- Connect industry, VOAD and government stakeholders as response partners in food emergencies

Food Distribution Focus Group



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Participants:



FoodService.

Industry: Wal-Mart, Wisconsin Grocers Association Reinhart Reinhart FoodService, Sysco, Wisconsin Petroleum Marketers and Convenience Store Assn., Kwik Trip, American Transmission Corp., Midwest Food Processors Assoc.

VOAD: American Red Cross Badger Chapter; America's Second Harvest Food Bank; Salvation Army; Southern **Baptists Convention**

Government: DATCP, DOT, WI National Guard, State Patrol, DHS, WEM regional and county directors

Emergency Food Distribution Stakeholder Relationships Distribution/ Warehousing Includes transportation (Certco, Reinhart FoodService, Sysco) Large Retail Food Includes transportation Manufacturing (Wal-Mart, Roundy's) Utilities Gas Power VOADS **Fuel** Small Retail (Red Cross, (Independent grocers, Salvation Army, convenience stores) Southern Baptists, America's Second Harvest) Government Partners in Coordinating Resources WI DATCP, WI OJA, WEM, WI DOT, WI DHS, County Health Dept's., County Emergency Management Public/Private Partnerships May Fill the Following Critical Unmet Needs Generator Wiring Generators ·Fuel Refrigerated Trucks

Retail Grocers and Power

- Most retail grocers have no access to or ability to connect to generators
- Without power many stores cannot operate
 - Electronic system for pricing
 - Electronic system for inventory
 - Electronic system of cash registers
 - Refrigeration/food safety issues
 - Fuel sales
- Many residents dependent on a single grocery store for their sustenance
- Food and agriculture not considered critical infrastructure and are not prioritized by utility providers the same as primary infrastructure

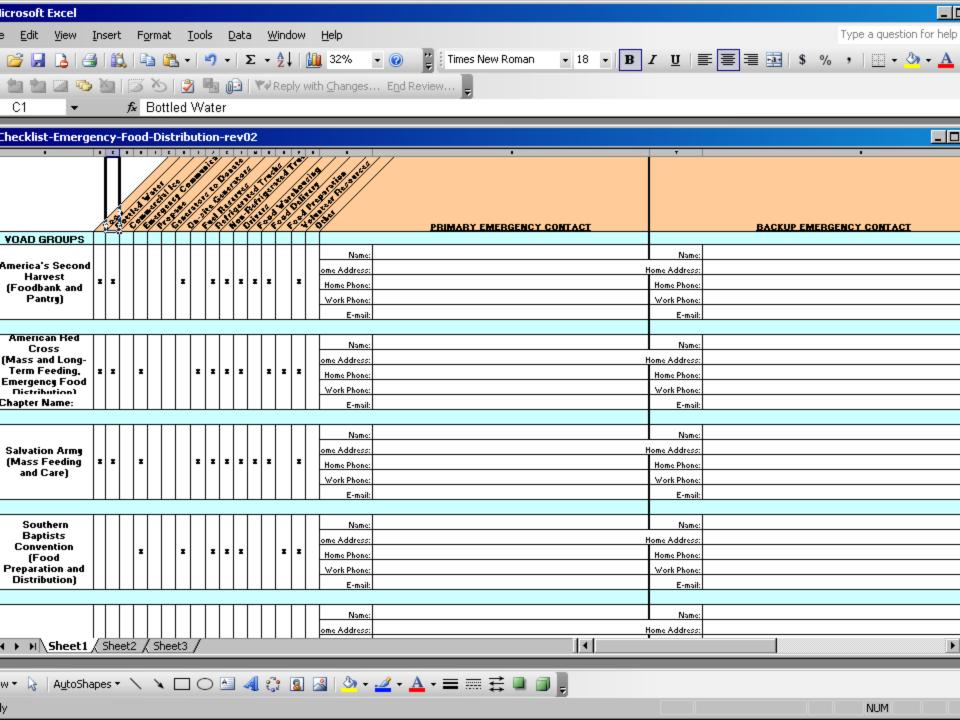
How do the VOADs fit in?

- Southern Baptists only respond at the request of the Red Cross or Salvation Army for mass feeding services
- Badger Chapter of the American Red Cross has an agreement with Sysco Food Service of Baraboo for fuel, which has its own fuel tank, pump and generator.
- Salvation Army has mobile feeding units with generators; extensive agreements exist for access to fuel, generators, food and water
- Second Harvest has warehouses in Milwaukee and the Fox Valley. Cold and frozen storage capacity for 3,000,000 lbs. food; 1.5 million lbs non-perishables; fleet of 5 trailers, 1 box truck; partner with Schneider Trucking.

Focus Group Outcome:

Toolkit for Stakeholders

- Food Emergency Checklist and Contact Sheet for Emergency Response
- Stakeholder Capabilities and Responsibilities Table —
 documenting who does what
- Food Distribution Diagram
- Establishing a network for food distribution stakeholders to share information (forthcoming)
- Toolkit online: http://www.datcp.state.wi.us/
- Continued discussion/exercises requested



Kwik Trip Success Story

- Active participant in workgroup and exercise
- Modified standard corporate plans to include wiring for generators
- Designated specific stores for retro-fitting wiring
- Installed generators at facilities in key locations

Role of Big-Box Retail

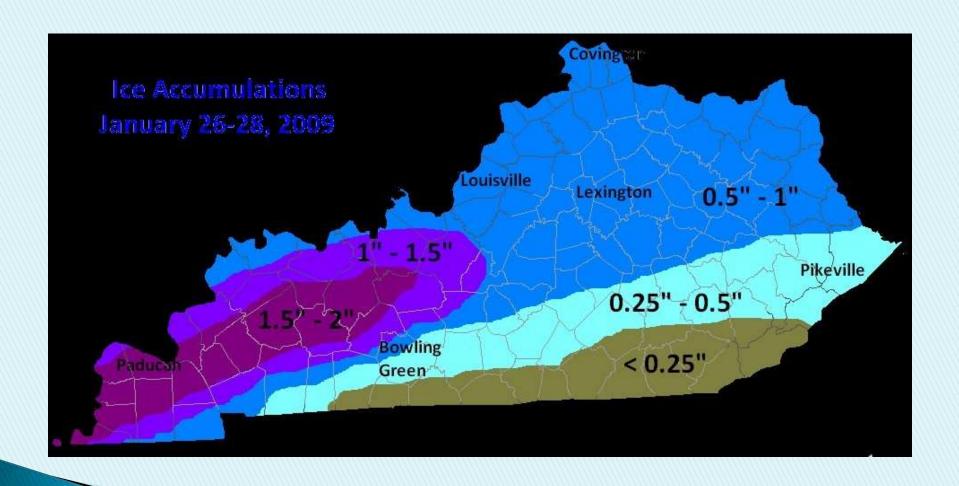
Wal-Mart has unique emergency response capabilities:

- designated trade areas for response efforts
- many stores can operate without power
- Individual store managers have authority to release emergency supplies
- Wal-Mart has done extensive research into foods purchased during emergencies and can ensure those foods are available

Actual Event: Kentucky's Ice Storm

- 1,000,000 without power > a week, and some for up to a month
- Roads remained impassable from downed trees and power lines
- Entire KY power grid was severely compromised
- ▶ 102/120 counties declared emergencies
- The entire KY NG (4600 total) was deployed
- 172+ shelters operated across the state
- Communication shut down statewide for much of the first week

Kentucky Ice Storm - 2009





Importance of Retail to Response

- > Food industry not considered critical infrastructure
- > With no communication from utilities:
 - Distributors forced to cancel food deliveries
 - Shelters lost opportunity to integrate perishable food into feeding effort
 - Retailers without power, communities without food

Many rural communities rely on a single store for all basic needs



Fuel/Transportation Resources

- Transportation was crippled > week
- Overwhelming demand for open retailers
 - stores required 2-3 semi-truckloads each of water and charcoal daily to meet local demands.
- Operable gas stations also overwhelmed
 - Law enforcement
 - Crowd control
 - Gasoline rationing
- Fuel shortages:
 - gas stations need power for pumps
 - Impassable roads = no deliveries
 - Many stations lost fuel supply for 24+ hours.





Kentucky's Ice Storm



Lessons from Kentucky's Ice Storm

- On-time demand for foods puts them in the category of being a critical resource
- VOADs may not be able to help all victims
- Food retailers and distributors need to be included in emergency planning

90% of available food is privately owned

Conclusion

- The farm-to-fork system is driven by just-in-time delivery
- Throughout the system there is no predictable supply of readily available food
- Long-term power outages will result in immediate food shortages
- Food must be considered a critical infrastructure in all plans