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Sell Healthy! Guide

Learn how to sell healthy foods, increase sales and attract more customers.

brought to you by:



THE PHILADELPHIA HEALTHY CORNER STORE NETWORK

The Philadelphia Healthy Corner Store Network is made possible by funding from the Centers for Disease Control and Prevention and Get Healthy Philly, an initiative of the Philadelphia Department of Public Health.



foodfitphilly.org/cstores



Why Sell Healthy Food?

Stocking more healthy foods could mean better business for you.



Business Benefits

- New products and more variety attract new customers.
- Offering products that other stores do not helps your business stand out.
- Healthy foods can yield high profit margins.
 Example: 4 bags of chips = 20¢ profit

1 apple = 20¢ profit



Healthier Communities

- People who live where healthy foods are easy to find are more likely to have lower risk of disease.
- Many children shop at corner stores and need healthy food options to ensure they grow up strong and healthy.

Growing Movement

• Join a growing number of business owners across the country who are committed to providing their customers with fresh healthy foods AND making a profit.

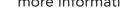
This guide offers ideas that can improve your business. Some ideas may take more time and resources than others.

Look for the following symbols to guide you.



Quick project

Go to this page for more information



This guide will help you with:

Healthy product selection Pricing and display Promotion and marketing Equipment and refrigeration



Go to next page

One Philadelphia store introduced new healthy items and now sells 60–80 pounds of bananas a week.

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Choosing Healthy Products for Your Store

Introduce healthy food options like these in your store.

| | Stock Mostly | Stock Moderately | Stock Minimally |
|------------------------------|--|---|---|
| Fruits & Vegetables | Fresh fruits and vegetables 4 5 6 | Canned or frozen fruits in 100% juice or light syrup, and vegetables with less than 290mg of sodium | • Canned or frozen fruit in heavy syrup, and vegetables with more than 290mg of sodium |
| Dairy SKIM Vogurt | Non-fat, skim or 1% low-fat milk foods such as milk, yogurt and cheese | • Whole milk foods such as milk, yogurt, cheese and flavored milk | High-fat milk foods such as cream, butter, ice cream and cream cheese |
| Grains OATS Brown Rice | • Whole grains are listed as the first ingredient | • Whole grains are not listed as the first ingredient | • Whole grains are not listed as an ingredient |
| Meat, Fish & Poultry | Lean cuts of beef and pork and low-fat products such as fish, poultry and eggs | Dark meat such as steak, ground beef and chicken or turkey with skin | Processed meats such as bacon, deli meat, ham and sausage |



Choosing Healthy Products for Your Store

| | Stock Mostly | Stock Moderately | Stock Minimally |
|---------------------|---|---|--|
| Beans, Nuts & Seeds | No sodium added dry beans, canned fish, nuts, seeds | • Low-sodium (less than 290mg) canned beans, canned fish, nuts, seeds | High-sodium (more than 290mg) canned beans, canned fish, nuts, seeds |
| Snacks | Fruits, vegetables and snacks with less than 100 calories per package | • Fruits, vegetables and snacks with 100–200 calories per package | Fruits, vegetables and snacks with over 200 calories per package such as chips, candy or cakes |
| Beverages | • No sugar added water, fat-free or 1% low-fat milk | • 100% juice, diet drinks, low-fat flavored milk | Soda, fruit drinks, sweetened iced tea, lemonade Forgot a symbol? Find the legend at the beginning of this guide. |



Healthy Tip: Try adding some of these products to your inventory, or switch less healthy options for healthier ones. For example, substitute peaches in heavy syrup with peaches in 100% juice.

Buying and Handling Fresh Produce

Produce will keep fresh longer with careful purchasing and handling.

Purchase

- Make a list of fruits and vegetables for your store.
- Start with small amounts of new foods to learn which sell best.
- Change your selection when seasons and prices change.
- Offer smaller pieces of fruit and vegetables for children.
- Many produce items, such as apples, avocados and oranges, are sold by size or count (the number of pieces in a box).
 Example: 100 count apples = 100 apples in a box = smaller apples 50 count apples = 50 apples in a box = bigger apples Higher counts mean the fruit is smaller because more fit in the box.

Inspect

- Examine produce, if possible, before buying. Look for bruises, dents or spoiled spots. Tell the vendor if you find these.
- Do not buy a fruit or vegetable if the core has black spots or the stem is soft.
- Look for mold on citrus and tropical fruit. If you see white on the skin, do not buy them.
- Fruits and vegetables should smell fresh. Produce that smells bad will not taste good.

Display 🖪 🖪

- First in, first out—display older produce in the front.
- Rotate your produce to maintain freshness.
- When unpacking produce, remove spoiled items.



Produce stocked first must be sold first!

Check for signs of spoiling and remove items

that have

Buy local,

seasonal fruits

and vegetables

whenever

possible.



Produce Display

Attractive displays will increase sales and help reduce food waste.

Place produce, like bananas, at register to sell faster.

Keep produce fresh and baskets full.

Push produce to the front of the baskets and pile it high.



Remember...

Display prices for customers. This can help increase sales.

Items that do not last long should be just below eye-level to sell fast.

Items that last longer, like potatoes and onions, should go at the bottom.

Keep produce organized and well-stocked.

Label items and show prices.

Use baskets to organize and protect produce.

Tilt baskets forward to make them look more full. Remove spoiled items daily.

Catch customers' attention with different color foods in a row. Never sell produce out of cardboard boxes.

Use good lighting to attract customers.

Refrigerator Display

Bring attention to healthy snacks, beverages and fresh produce with an attractive refrigerator display.

What to Stock in Your Healthy Refrigerator

6

Water

100% juice

Non-fat, skim or 1% milk

Low-fat string cheese

Eggs

Greens (spinach, lettuce and collard greens)

Low-fat yogurt

Fruit salads and garden salads

Apples and oranges





Place healthy beverages, fruit salads and yogurts on top shelves.

> Place fresh produce on middle shelves.

Clearly mark fresh produce and sale items with bright price cards.

Place heavy items on the bottom shelf.

Fresh Produce Temperature Guide

Use these temperature guidelines to reduce produce spoilage.

| Refrigerate | Temp. | Shelf Life |
|---|---|---|
| Fruits Apples Blueberries Cantaloupe Cherries Grapes Honeydew Kiwi Lemons Limes Oranges Pears Raspberries Strawberries | 32–35° 33–35° 40–50° 32–35° 32–35° 40° 32–35° 40–50° 40–45° 32–34° 32–35° 32–35° 32–35° | 2–3 weeks 1–2 weeks 5–10 days 5–7 days 5–7 days 7 days 2–3 weeks 2–3 weeks 2–3 weeks 1 week 1 week 1 week |
| Vegetables Asparagus Beans (Snap) Broccoli Cabbage Carrots Cauliflower Collard Greens Cucumber Eggplant Lettuce Peppers Spinach Summer Squash | 32–35° 32–35° 32–35° 32–35° 32–35° 32–35° 32–35° 36–40° 32–35° 36–40° 32–35° 36–40° | 1 week 5–7 days 5–7 days 1 week 2–3 weeks 1 week 5 days 1 week 1 week 1 week 1 week 5 days 5 days 5–7 days |

| Do Not | | |
|--|--|--|
| Refrigerate | Temp. | Shelf Life |
| Fruits Bananas Grapefruit Mangos Peaches Pineapple | 60–65° 58–60° 55° 65–70° 60–70° | 5–7 days 1–2 weeks 1 week 5–7 days 5–7 days |
| Vegetables Avocados Garlic Onion Potatoes Sweet Potatoes Tomatoes Watermelon Winter Squash Yucca | 65–70° 32–35° 55–60° 55–60° 55–60° 55–60° 55–60° 55–60° 55–60° | 5–7 days 30–60 days 30–60 days 30–60 days 10 days 5–7 days 7–10 days 30–60 days 5–7 days |

Tip

Some items, like apples, pears, oranges and peppers, can be displayed at room temperature. This will shorten their shelf life. If you display these items at room temperature during the day, be sure to refrigerate them at night.

Ethylene in Fruits and Vegetables

Correctly store fruits and vegetables to reduce food waste.

What is ethylene?

Ethylene is a gas released by some fruits and vegetables that causes produce to ripen faster. Some fruits and vegetables are more sensitive to ethylene than others.

Why should I care?

Fruits and vegetables that are stored incorrectly spoil quickly. This could mean lost profit for you.

Do not display fruits and vegetables that are <u>sensitive</u> to ethylene near fruits and vegetables that <u>produce</u> it.

💍 What can I do?

- Do not store fruits and vegetables that produce ethylene with those that are sensitive to ethylene.
 For example, do not store bananas and apples next to each other. This applies to produce that is refrigerated and not refrigerated.
- Do not store produce in bags or sealed containers. This will trap the gas and cause the produce to ripen faster.

Ethylene Sensitive

Apples Asparagus Avocados Bananas Broccoli Cantaloupe Collard Greens Cucumber Eggplant Grapes Honeydew Kiwi Lemons Lettuce Limes Mangos Onions Peaches Pears Peppers Squash Sweet Potatoes Watermelon

Ethylene Producers

Apples Avocados Bananas Cantaloupe Kiwi Peaches Pears Peppers Tomatoes

Not Ethylene Sensitive

Blueberries Cherries Beans (Snap) Garlic Grapefruit Oranges Pineapple Potatoes Raspberries Strawberries Tomatoes Yucca

Value-Added Product Ideas

Increase your profits by turning produce into ready-to-eat foods.

Snack Packs

Quick, healthy snack foods

- Cut fruit in containers: grapes, mango, apples, watermelon, cantaloupe
- Mixed fruit salads
- Cut vegetables and dip in containers: celery with peanut butter, carrots with hummus, or bell peppers with low-fat ranch dip

Bonus!

- Snack packs offer children a healthier choice than chips.
- Pre-made fruit and vegetable containers can be sold at a higher price than whole produce.



Meal Starter Kits

Fresh vegetable mixes for convenience Simply cut up and package vegetables as kits.

Winter Vegetable Soup Kit:

Squash, potatoes, sweet potato, onions and turnips

Gazpacho (cold soup) Kit: Cucumber, tomatoes, garlic, onions and red bell peppers

Soup Kit: Potatoes, carrots, celery and onions

Stir-fry Kit:

Broccoli, carrots, red bell peppers, zucchini and mushrooms

Grilling Vegetables Kit:

Zucchini, bell peppers, onions, eggplant and potatoes

Ready-To-Eat Guacamole Kit: Avocados, jalapeños, onion, garlic and tomatoes

Bonus!

- Meal Starter Kits can be sold at a higher price than selling the products whole.
- Meal Starter Kits can reduce your food waste.

Forgot a symbol? Find the legend at the beginning of this guide. All produce must be washed prior to cutting. Refrigerate prepared items and clearly label containers with the name and date.

Pricing & Promotions • 8

Keep apples from turning brown by brushing lemon juice on them.

Value-Added Product Ideas

Smoothies

Blend frozen fruit into a healthy, tasty drink

- Freeze overripe produce, such as bananas, for future use in smoothies.
- Cut your own fruit instead of buying it precut to save money.

Bonus!

- Customers love smoothies as an easy, healthy snack option.
- Smoothies are also a great way to use produce before it goes bad.

The price for a 12-ounce smoothie is typically \$3-\$5.

How To Make a Great Smoothie

Just add one item from each column and blend!

| Base | Liquid | Fruit | Extras |
|-------------------|--------------|--------------|----------------|
| Banana | Low-Fat Milk | Mango | Flaxseeds |
| Low-Fat Yogurt | Orange Juice | Pineapple | Peanut Butter |
| lce | Soy Milk | Strawberries | Protein Powder |
| Frozen 100% Juice | Almond Milk | Blueberries | Honey |

Try these flavor combinations or create your own.



Fresh Produce Pricing and Markup

Learn how to set the right price to make a profit.

| VVC | ays to Determine Sale | FILCE | |
|--|--|----------------------|--|
| teps | COGS x Markup | = Profit Margin | |
| . Start with COGS. | \$25.00 x 30% | = \$7.50 | |
| . Decide your Markup . | COCS Profit Margin | = Sale Price | |
| . Use Profit Margin to determine Sale Price . | COGS + Profit Margin \$25.00 + \$7.50 | = \$32.50 | |
| | Your cost of goods was \$25 30% markup, giving you a s and a profit margin of \$7.50 | ale price of \$32.50 | |
| teps | COGS x Markup Multipl | ier = Sale Price | |
| . Start with COGS. | \$0.39 x 2 | = \$0.78 | |
| . Decide your Markup . | Your cost of goods was \$0.39 and you applied a | | |
| . Use Markup Multiplier to determine Sale Price. | 100% markup, giving you a sale price of \$0.78 and a profit margin of \$0.25 for an orange. | | |

Definitions

COGS (Cost of Goods Sold) What <u>you</u> paid for a product

Markup

How much more than the COGS you want to charge the customer

Markup Multiplier

The number 1 added to the Markup percentage

Profit Margin

The difference between the Sale Price and the COGS

Sale Price

What the consumer pays for a product

Produce Double-up Rule

Mark up produce 100%, or just double the COGS.



Fresh Produce Pricing and Markup



Pricing Produce

Use This Formula If You Want to Sell by the Unit

1 case = 88 apples (units) = \$22

COGS ÷ Units = Cost per Unit \$22 ÷ 88 = **\$0.25 per apple**

Cost per Unit x Markup Multiplier = Sale Price per Unit \$0.25 x 1.30 = **\$0.33 per apple** Use This Formula If You Want to Sell by the Pound

40lb case of bananas = \$15

COGS ÷ Weight = Cost per Pound \$15 ÷ 40 = **\$0.375 per pound**

Cost per Pound x Markup Multiplier = Sale Price per Pound \$0.375 x 1.30 = **\$0.49 per pound**

Break-Even Point

The point at which COGS is equal to sales or no profit is lost or gained.

Use This Formula to Determine the Break-Even Point

COGS (case of apples) ÷ Sale Price per Unit = Break-Even Point \$22 ÷ \$0.33 = **67 apples**

COGS (40lb case of bananas) ÷ Sale Price per Pound = Break-Even Point \$15 ÷ \$0.49 = **31 pounds**

This formula can help to guide future purchasing decisions about quantities and types of produce to sell.

Pricing and Promotions

Use in-store promotions to increase store traffic and sales.

| Idea | Examples | |
|--|---|---|
| Temporary Price Reductions Reduce the price of a popular product to increase sales. | Bags of fresh-cut produce for \$1 Children love these. Children eat free Offer a discount on the total bill by with each regular meal purchased. | offering a free children's meal |
| | Buy 1, get 1 free Great for healthy products. | Reward Customers for buying healthy food |
| Seasonal Specials and Kits Use holiday themes and flavors to increase sales. | BBQ kits in the summer Healthy kits with foods grouped for healthy recipes Holiday meal starter kits with healthy products | from your store Example: Buy 10 salads, get 1 free! |
| Events Let customers and clients come into your store to taste, touch, smell and see your products. Host parties in different seasons or near holidays like Than Do this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with D this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours and days so more customers with O this during peak hours O this during peak h | | , |
| Student and Senior Discounts Offer special savings to seniors and students. | Discount with student ID Discount for an "A" report card Discount for students that make honor roll Special discount days: Student Day, Senior Day | |
| | | Forgot a symbol? |



Л

Find the legend at the

beginning of this guide.

Advertising Your Business

Use simple marketing ideas to make customers feel welcome.

🕒 Outside Your Store 🔢

Attract customers' attention as they pass by your store.

- Put A-frame signs on the sidewalk.
- Put cold-air balloons on the roof.
- Install banners, neon signs or murals.

└ Inside Your Store

Get new customers, keep the old ones.

- Ask customers for feedback to learn what customers like.
- Invite customers back to your store.
- Give out flyers and coupons.
- Give out calendars with monthly specials.
- Cater your food.
- Create a contact list for customers to sign up to hear about specials.

Offer product samples.

- Give customers samples to try before buying the food, especially during peak hours.
- Hand out menus to advertise your products and attach coupons to encourage customers to try new things.

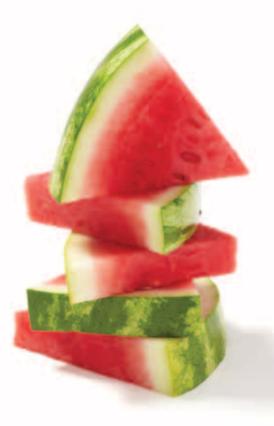
💍 Create specials. 🔢

- Promote healthier products in your store with specials to increase sales.
- Offer breakfast specials until 11am (for example, Buy any breakfast item, and get a free small 100% juice or piece of fruit).
- Offer lunch specials from 11am until 3pm (for example, Get a sandwich, piece of fruit and water or 100% juice for \$5.50).



Healthy Tip: Make your store healthier by removing advertising for tobacco and other unhealthy products.





Customer Feedback

Learning what your customers want will help you make good business choices.

💍 Talk to Customers

- Talk to customers who are shopping in your store. Customers usually enjoy conversations with store owners. Conversations make them feel like their opinion matters.
- Ask the customer, "What items would you like in this store?"
- Ask the customer, "What can we do to better serve you?"
- Inform the customer of current sales or specials.
- Say "Thank you!"

Keep Track of the Information

- Keep a log book of customer requests.
- Create a chart or board of specific products that you are thinking about adding to your store. Ask customers to mark which items they are interested in.
- Create comment cards that ask for feedback from customers.

Use Feedback to Make Business Decisions

- Use customer feedback to decide what to buy for your store.
- When you place orders, buy new items that customers have requested and see if they sell in your store.
- Create sales and specials for your store based on customer interest. 12 13





Healthy Tip: Encourage customers to eat healthy and tell them about new healthy products in your store. Forgot a symbol? Find the legend at the beginning of this guide.

Maximizing Your Space

Maximize your space to improve product display and attract more customers.

Appearance

- Keep your store neat, clean and organized.
- Keep aisles clear and maintain a clear path for people to enter your store.
- Clearly display prices and sales. Keep signage simple and easily visible.
- Clean dust and remove expired food.



Display and Variety

- Give customers variety by introducing new brands.
- Do not put more than 2 rows of the same product on shelves. This uses up space and limits the amount of goods you display.
- Move extra inventory to the storage room.
- Replace slow-selling products with healthy options to increase profits.

Limit quantity on shelves to show more product variety.



Product

- Place healthy perishables, like fruits and vegetables, towards the front of the store where they will sell faster.
- Place milk next to water and other healthy beverages in the refrigerator. This will encourage customers to buy other beverages too.
- Place the most healthy products, such as low-sodium canned goods or whole wheat products, just below eye-level.



Improving Your **Store Exterior**

Make your store exterior more inviting to attract customers.

Cost: \$

Paint over graffiti on building walls.

Plant trees and/or flowers in the ground or in pots.

Lime wash the lower half of the building and install weatherboard on the top half.

Update your awning. Keep the wording simple and the design uncluttered.

Display bright banners to attract customers and advertise products.

(-) Cost: \$\$

Add more lighting on the outside of the store to make it more inviting. This will also improve safety.

Update entrance doors by replacing them or painting them (blue, gray or white looks good on smaller buildings).

Replace windows or install thick window panes to increase energy efficiency.

Paint steps or replace them, if needed.

Cost: \$\$\$

Replace see-through security gates with solid gates. These look more inviting and are safer.

Replace a flat roof with a tiled, raised (pitched) roof. This will provide better drainage and will improve the look of your building.

Fix sidewalks. A damaged sidewalk can detract from the appeal of your store. You can do it yourself with concrete repair materials and tools or hire a local concrete professional.

Replace railings, if needed.



Healthy Tip: Send a positive message to your community by removing tobacco advertising from your store exterior.

Before





Making Your Corner Store Green

Environmental improvements can help save you money.

| Eq | uipment | Cost | Savings |
|----------------------|--|--|---|
| Ge | neral | | |
| 5 \$: | At the end of the day, unplug equipment that you are not using, such as coffee machines and blenders. | \$0 \$500–1,000 per | Up to \$10, monthly (electric bill) 10–20% (electric bill) |
| (-) \$\$ | Install an electrical power saving box or power conditioning device if your store has old refrigerators and lighting fixtures. | power box (including installation) | , |
| 5 Lig | hting | | |
| ¥ \$: | Use daylight (windows or skylights) to increase natural light in your store. | \$0 CFL | 10–20% (electric bill) if lights are turned off |
| \$\$ | Switch to CFL bulbs, which last 8x longer than incandescent bulbs, or to LED bulbs, which last 50x longer. | \$2–5 each | About \$41 per bulb, yearly (electric bill) About \$440 per bulb, |
| \$\$ | Replace your T-8 or T-12 refrigeration case bulbs with LED bulbs, which last 5x longer. | \$60 (5' lamp) | yearly (electric bill) |
| <mark> Re</mark> | frigeration | | |
| \$: | If using open cases, install night curtains (or use energy-efficient cases instead). | \$190 each for 4' night curtain + cut fee | 37–50% (electric bill) |
| \$\$ | Replace old refrigerators with Energy Star-rated ones. | \$500–700 each + delivery + installation | \$100–200 each, yearly (electric bill) |
| \$\$ | Hire maintenance professionals to service your refrigerators annually. | \$75 per visit + cost for repairs | 10–15% (electric bill) |
| 👵 Wa | ater | | |
| \$: | Use high-efficiency spray nozzles, aerators or water-flow restrictors. | \$40–200 each | About \$1,400, yearly (water bill) |

Making Your Corner Store Green



| | Equ | ipment | | Cost | Savings |
|---|---------------------|---|--------------------|--------------------------|---|
| 5 | Hea | ting & Cooling | | | |
| | \$: | Use shades to control the amo sunlight in your store. | ount of | \$120–168 per window | \$10–45, yearly (electric bill) |
| | \$: | Install window fans that can be exhaust heat during the day a switched to take in cool air at | nd | \$50–150 each | \$26, yearly (electric bill), when used 8 hours daily |
| Ŀ | 🕒 Heating & Cooling | | \$70–300 each | \$20–95 yearly | |
| | \$\$: | Replace old windows with | | + installation | (electric bill) |
| | | Energy Star rated windows. | energy | \$1,350–3,000 each | 20–25% (electric bill) |
| | \$\$: | Install an awning on the side | -energy | (including installation) | |
| | ••• | or front of your store. | ENERGY STAR | \$10–15 each + | 12% (electric bill), |
| | \$\$: | Plant a tree outside your store | e for shade. | \$8 for soil | once tree reaches 20–25' |

More Green Ideas



- Ask customers if they want a bag for their purchase. Some customers do not want a bag.
 Using less bags reduces expenses and litter outside of your store.
- **\$:** Reuse packing materials, such as cardboard boxes, styrofoam and paper.
- Recycle. Use any sturdy household container (32 gallons or smaller) and write "Recycling" on the side. You can recycle metal, glass, paper, cardboard and plastic.

🕒 Gardening

- Start a container garden in your store or in an area outside. They are small, easy to move and simple to care for. You can sell the items you grow in your store. Try tomatoes and peppers.
- \$5: If you have a stable rooftop above your store, start a garden there. This is an excellent way to grow your own produce while keeping your building cooler in the summer.



