



welcome

OUR BRAND PROMISE: quality fresh foods | great service | dependable value | part of the community



About Hannaford Supermarkets



181 Stores in ME, NH, VT, MA & NY Full service supermarket, based in Scarborough Maine, employing 25,000 associates, focused on best is class fresh.



Nourish Communities





Food Waste Context

Why is reducing food waste important?

- Environmental impact
 - According to the FAO, 1/3 of food produced is wasted
 - If food waste was a country, it would be the 3rd biggest emitter of greenhouse gases, just after the USA and China.
- Economic impact
 - According to USDA studies \$165B in food lost in 2010. That doesn't include costs related to the impacts of the food waste.
- A societal issue
 - Food wasted could feed 3 billion people
 - People in need in <u>our</u> communities





Food Waste

Food Recovery Hierarchy

Not considered food waste in our organization

Source Reduction

Reduce the volume of surplus food generated

Feed Hungry People

Donate extra food to food banks, soup kitchens and shelters

Feed Animals

Divert food scraps to animal feed

Industrial Uses

Provide waste oils for rendering and fuel conversion and food scraps for digestion to recover energy

Composting

Create a nutrient-rich soil amendment

Landfill/ Incineration

Last resort to disposal

Least Preterred



Strong External Partnerships









FOOD DONATION PROCESS



Retail Stores



Product Recovery Center



Distribution Centers (3)



Food Pantry/soup kitchen



Food Banks in each of our 5 states



FEED HUNGRY PEOPLE







TOTAL FOOD DONATIONS 2018

25,549,709 lbs





VALIDATE/ DEFINE PURPOSE

Safe and Fair distribution of donated good quality foods 7 days per week to at-risk neighbors in our local communities



BUILDING THE PROGRAM

- Gather analysis and input from experts to support the work
- Create partnerships
 - Internal
 - Retail Leadership and operations (communications/execution)
 - PR/Communications support
 - Sustainability Team
 - Tax Department
 - External
 - Food Banks: Agency Relations and Food Sourcing Teams
 - Hunger Relief Agencies local to stores

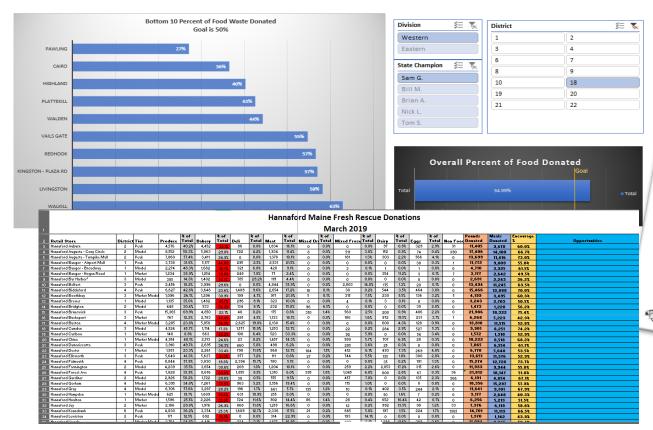


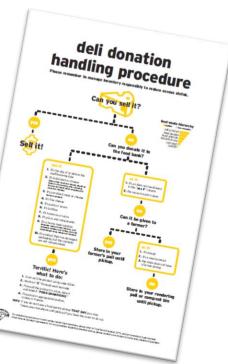
SUPPORT TOOLS

- Reference Doc/Overview of Program
- Letters to agencies
- Agency agreements
- Why? Doc
- Store Department Poster
- Standard Practice Training Aids (department breakdown, program process, scan out procedures)
- Tip Cards
- Back Room Posts
- ID Cards for Agencies (provided by food bank)
- Spreadsheet –list of partners for each store (provided by food bank)



Monthly Dashboard & Department Posters







SUSTAINING THE FRESH RESCUE PROGRAM

Community Relations provides support to the below roles and, when necessary, acts as a liaison between Hannaford and the food banks/agencies.

- State Fresh Rescue Sponsors Make decisions that may impact labor or priorities in retail operations
 - State Fresh Rescue Champions Refines action plan to ensure optimal success of fresh rescue program in respective states
 - District Fresh Rescue Resources
 - Store Champions (Usually the Store Manager)
 - Store Community Stewards



KEEP THE CONVERSATION GOING

- Engage executive team
- Look for opportunities
- Motivate

Corporate goal to cut our food waste in half by 2030

Celebrate milestones/successes

Team building & community events

- Monthly progress reporting
- Monthly updates for Store Community Boards
- Periodic Huddles in stores and corporate office
- Community Relations/Annual District tours to share results
- Involve other business teams for continuous improvement and education



PROGRAM BENEFITS

Community Impact

- Feeding Hungry People
- Strengthened relationship with local communities

Greater Awareness of food insecurity

Customers care and expect corporate responsibility

Associate Morale/Retention

HUGE sense of pride

Waste Reduction

- ➤ Besides better inventory management and tactics to avoid shrink, donating is the best option to prevent good quality food from becoming wasted.
- ➤ VT, MA Food Waste Bans

Donating reduces our costs and keeps us compliant

Positive Business Impact

- Little to no incremental labor (cull for donations vs. compost recycling)
- Cost Savings > 1MM annually (waste cost avoided)
- Tax Benefits because there is a limit on the amount of the deduction we reach that pretty quickly. This doesn't end up being a huge factor for us.





thank you

OUR BRAND PROMISE: quality fresh foods | great service | dependable value | part of the community