

Can you make a reasonable profit from a small farm u-pick flower operation?





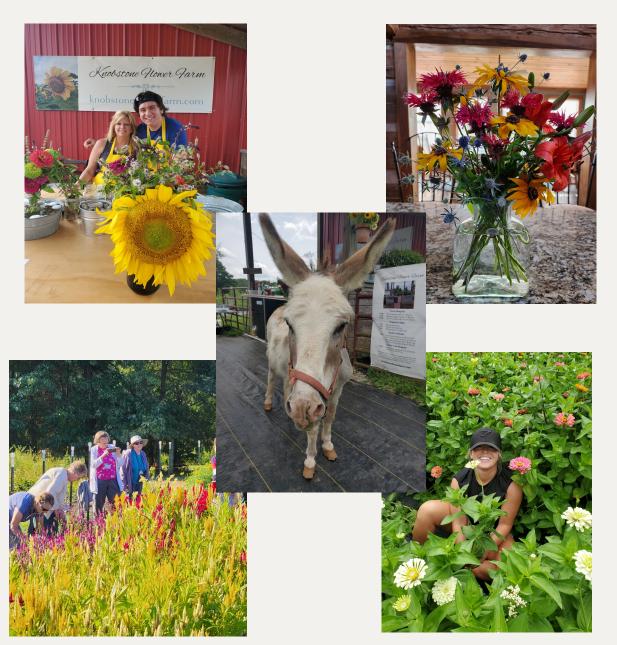




David Coates

February 29th, 2024

Knobstone Flower Farm



Agenda

01 Introduction

Why a U-pick Flower Farm Operation?

02 Potential

Revenue Through Diversification

03 Challenges

Can you sell what you grow?

04 Reasonable Expectations

What resources do you have?

05 Closing

Verdict, Profit or Loss?

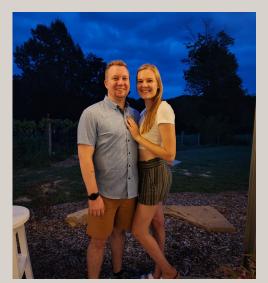
Introduction

Our Story

- COVID-19 project, pivot from bourbon tours
- 0.5 acre cut flowers
- 5.0 acres wildflowers & sunflowers
- Regenerative farming techniques
- Open July through October, Saturdays &
 Sundays 1 pm to 5 pm, and by appointment
- Customers pick flowers, we arrange custom flower bouquets or wrap cut flowers in paper
- We sell experiences over a product







Regenerative Farming Techniques





What are YOUR dreams for 2024? Is this the year you'll start your flower farming journey?

Psst, a quick "heads up"...you're the first to

START FROM YOUR OWN BACKYARD!

Make Money Selling Cut Flowers!

While flower farmers across the US are reporting average sales of \$25,000 to \$30,000 per acre, we know that this 100% depends on the type of market they're selling into, the region, and the skill set of the grower.

on the new course (well d successful When Lynn Byczynski first authored an article on flower farming for *Mother Earth News* back in 2002, she estimated that "an acre of well-grown and marketed flowers is worth approximately \$25,000 to \$30,000 in sales." Fifteen years later, cut flowers continue to be one of the highest-grossing crops you can grow per acre. Utilizing small-scale, high-intensity production techniques, my farm, Floret, has been able to gross \$55,000 to \$60,000 per acre in good years, even when we've sold the bulk of our flowers at wholesale prices. By offering wedding flowers and design services, we're able to include an additional \$25,000 to \$30,000 worth of value-added revenue to our farm each year.

FLOWER FARMING

The Flower Farmer: An Organic Grower's Guide to Raising and Selling Cut Flowers

Cut flowers are one of the most profitable crops you can grow, with growers across the United States reporting sales of \$25,000 to \$30,000 per acre. This book contains all the essential information you need --planting, tending, harvesting, pricing, and selling flowers. It provides guidance on commercial production methods, and offers insights into the many marketing opportunities available to flower growers: farmers markets, florists, supermarkets, wholesalers, pick-your-own, weddings, and more. If flowers are in your future, you can't afford to be without it!

Potential

Perception is everything!

Increased revenue comes from diversification.



You need to continuously reinvent or add to your business to stay relevant.

- You will need to reinvest back into your business.
- Increased revenues mean more people, are you ready for that?
- People are looking to spend money. If you do not offer value added products, then they take that money home.
- Good partnerships can add to your ability to attract more customers.
- Your business need to look like you're in the business to stay in the business.

The Value of Great Customer Service and Amazing Flower Arrangements

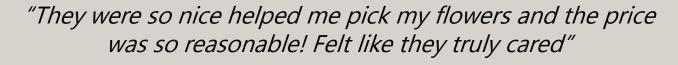








If you going to offer a u-pick flower farm experience, it helps to like people!



"My daughter and I went yesterday for our first visit. We were greeted with smile and the process of picking was explained. We were personally walked through and shown the layout of the gardens. Absolutely lovely experience all the way around. We will definitely be going back!"

"Been here a couple times and always a pleasant experience.

That's exactly what this place is- an experience. It's always

memorable and the owners are ridiculously nice and
informative. Feels very welcoming and a relaxed environment."

"David and his wife were super friendly they helped us out so much because we honestly has no clue what to expect. I felt like family here and would definitely return thank you for a great family fun. Prettiest sun flowers I have ever seen at an incredible price!"

Knobstone Flower Farm – Year Over Year Revenue

Season	2020	2021	2022	2023
Revenue	\$9,312	\$15,168	\$18,849	\$20,459
Average Sale	\$17.87	\$24.43	\$28.91	\$34.49
Net Profit *	\$0.00	\$0.00	\$0.00	\$0.00
Credit Card Usage	21%	34%	42%	59%
Facebook Followers	1,981	3,706	4,957	6,200























Challenges

#1 Time

Your available time is the limiting factor in revenue generation. **Excellent time** management skills are essential!

#2 Marketing

Rule of Three 1/3 growing 1/3 marketing

1/3 selling

Your success depends on how well you keep your story in front of your customers!



#3 Prep

You will spend more time prepping than you think!

- Watering
- Mowing / Trimming
- Deadheading
- Shopping
- Financials
- Answering Questions
- Setup & Cleanup



#4 Season



#5 ROI

It takes time to build a brand.

You need to give people a reason to share their experiences, tell their family and friends, and to come back for future visits.

Monthly Revenue Timeline

Potential Season Extension Opportunities



Winter Sales

- Community Supported Agriculture CSA Sales
- · Gift Certificates
- · Wholesale Flower Bouquets
- Valentine's Day
- · Seed Packets

Spring Sales

- Tulips & Daffodils
- Wildflower Bouquets
- Photography Sessions
- Seed Starting Classes
- Wholesale Flower Bouquets
- Mother's Day

U-Pick Sales

- Custom Flower Bouquets
- Wrapped Flowers
- DYI Buckets of Blooms
- Photography Sessions
- Value Added Products
- Special Events
- Night U-Picks
- Private U-Pick Appointments
- Event Space Rental
- Classes

Holiday Sales

- Christmas Card Photography
- Holiday Table Arrangements
- Holiday Wreaths
- Gift Certificates
- Seed Packets

Reasonable Expectations

- Flower farming is not easy. You really need to love be outside, sweating, working harder than you thought possible and pushing yourself far beyond your comfort zone.
- To make a reasonable profit, you need to be able to deal with people.
- It takes a long time with consistent efforts to build a brand.
- You will spend (invest) more money than you ever expected.
- You will be disappointed at times!
- People will say really nice things about your work, and you will be pleased. Regrettably, that often does not pay the bills.
- If you are not making money, then you will realize at some point that it is not worth continuing.
- You may need to extend the season to make a reasonable profit.
- You will need to price your products in a manner that reflects the costs and work that goes into producing them.
- If you are consistently work at it, great things will happen.
- You will be thrilled beyond expectation when things are going well!



Value Added Products





















6/17/2024

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Value Added Products – Flower Seeds & Cover Crops



















Value Added Flower Soil Blocks & Potted Perennials





Photography Sessions



















Children's Workshop – Plant the Field



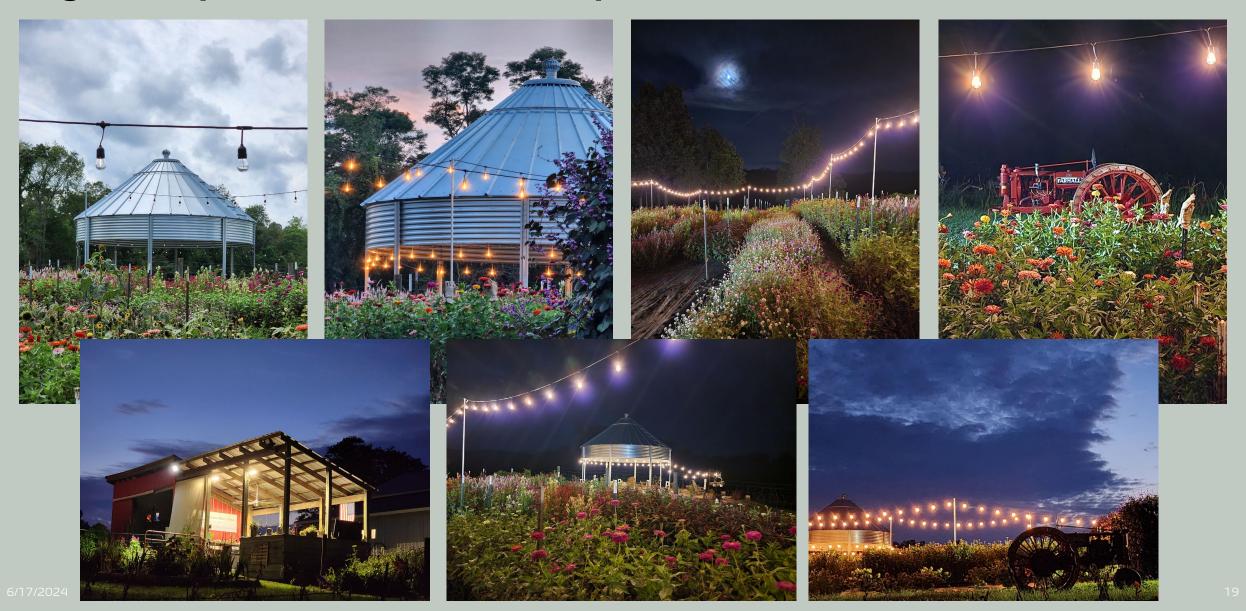








Lighten Up After Dark U-Pick Experience



The experience is more important than the products!





















The art and joy of successful advertising



Knobstone Flower Farm















A move to more experience events!



August 2023 U-Pick Revenue

Week 1 = \$1,157

Week 2 = \$1,087

Week 3 = \$1,176

Week 4 = \$ 788

Week 5 = \$ 972

Total Revenue = \$5,180

August 2023 U-Pick Costs

Supplies & Fees = \$415

Labor = \$375

Advertising = \$200

Insurance = \$125

Sanitation = \$50

Total Costs = \$1,165

August 2023 U-Pick Profit

Profit = \$4,015



Sunflower Music Festival Revenue

500 tickets x \$29 = \$14,500 Flower sales = \$1,200 Value added product sales = \$300

Total One Day Revenue = \$16,000

Sunflower Music Festival Costs

Total One Day Costs = \$5,050

Sunflower Music Festival Profit

Profit = \$10,950

Summary

Your time is your biggest challenge

Great time management is essential to profitability

It's essential to market & build your brand

1/3 time to grow, 1/3 time to market, 1/3 time to sell

Make customer engagement a priority

Great customer service is the pillar of success

Pay as you go and pay yourself

Your time has value, and your farm will grow if you patiently reinvest back into it.

Diversification of products is key

Tap into several potential sources of revenue

Key decisions focus on making money

Understand COGs and profit margins

Your business will change over time

Be willing to pivot to activities that increase revenue

Enjoy what you are doing

Remember, you own the business, and the business should not own you.

Verdict





















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