

## **OVERVIEW**





Industry Issue = rejection of edible meat and meat products into USA due to missing or illegible shipping marks.

- 1. What is the issue
- 2. MeatMessaging An online cloud industry portal
- 3. MeatMessaging What it is, how it works and implementation
- 4. AUS-MEAT The Organisation, Responsibilities and Role in Industry
- 5. The Solution to an Industry Problem
- 6. Demo
- 7. The future

# WHAT IS THE ISSUE!!!





## Import inspection and traceability

- Missing or damaged shipping marks
- Incorrect counts
- Incorrect products
- Variable weights
- Product information

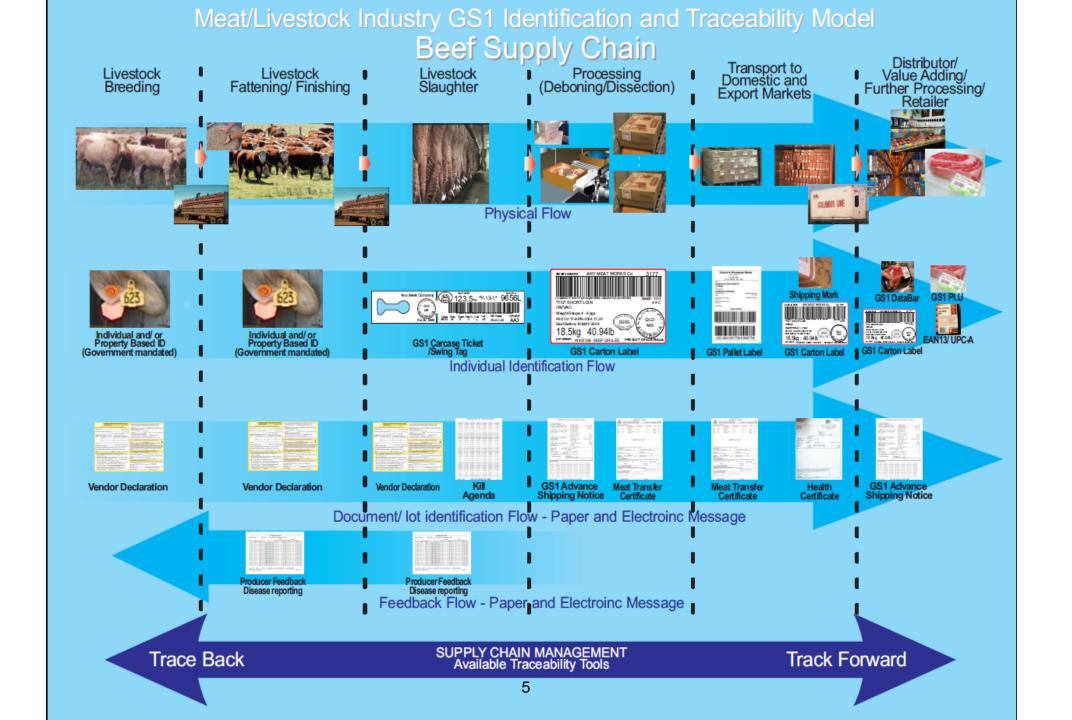
# How do we managed this?

# BENEFITS - U.S. MARKET





- The cost to the Australian industry for missing or incorrect shipping marks to the USA estimated at A\$14.5 million per year in the June 2013 report by D.N Harris & Associates on the technical barriers to trade for Australian red meat prepared for MLA and AMIC.
- The costs to industry for manual preparation of Meat Transfer Certificates is estimated at a cost of A\$25 for the labour component of the MTC. With approximately 175,000 paper MTCs per year this equates to a cost of \$4.375 million per annum.
- The use of the *MeatMessaging* program based on the underlying GS1 Barcoding and electronic messaging technologies and supply chain standards can readily reduce these two significant costs (total of A\$18.875 million) to **virtually nil** (A\$0).
- ➤ Immediate Benefit (Cost Savings) = elimination of ineligible product due to shipping marks not being able to be read and costs associated with the reapplication of these marks.

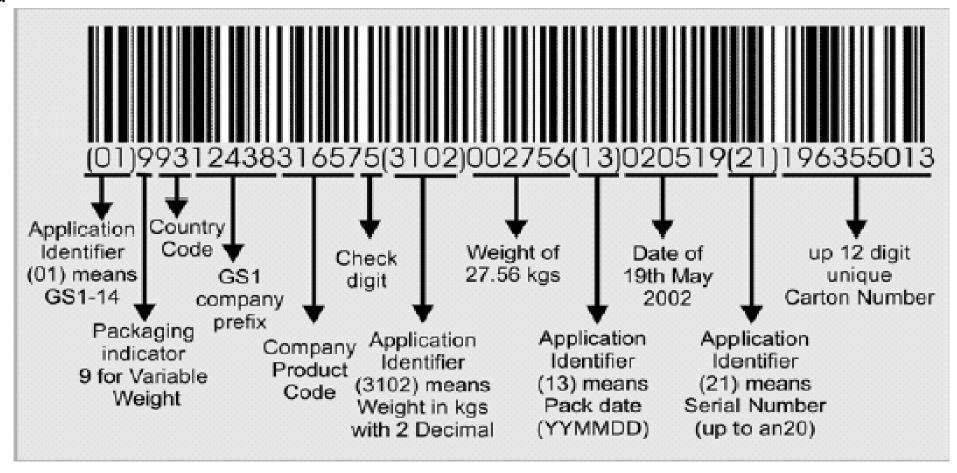


# BAR CODE (DATA CARRIERS)





- •Representation of numbering that enables automatic capture of data
- •GS1-EAN128 is commonly used in Australian meat industry and through-out the world



# THE ISSUE AND THE eSOLUTION





## Rejection of edible meat and meat products into USA due to missing or illegible shipping marks.

- ➤ In 2015, FSIS released notice approving use of barcodes as means of verifying whether containers of imported product with missing/illegible shipping marks are part of a lot certified by accompanying inspection certificate.
  - In doing so FSIS recognised that:
  - Individual barcodes contain a unique identifier that can link shipping unit to health certificate as issued by Department; and therefore
  - Where a shipping mark is missing (or illegible) and the barcode correctly links shipping information to health certificate, the shipping unit is eligible to have the shipping mark reapplied to comply with FSIS requirements.
- ➤ DAWR promptly provided Australian establishments with approval of alternate method to correct missing shipping marks resulting in development of *MeatMessaging* program.

FSIS NOTICE	81-16	10/24/16
USING BARCODES TO VERIFY ELIGIBILITY OF IMPORTED PRODUCT COMPLETELY ILLEGIBLE SHIPPING MARKS  I. PURPOSE	'S WITH MISS	ING OR
A. This notice reissues FSIS Notice 41-15 in its entirety. This notice provides in program personnel (IPP) for actions to take when they use barcodes as a means containers of imported product whissing or completely illegible shipping marks.  B. The instructions in this notice apply only to shipping units and certifications from the accompanying foreign inspection certificate at list of foreign establishments eligible to participal provided a written procedure and a list of foreign establishment eligible to participal participation in this process. IPP are to follow this notice instead of Part VI, Section of the participation of the provided and the products.	are part of a lo	er t certified

-mate protocol for managing illegible or missing shipping  $\boldsymbol{\pi}$ 

# WHAT IS MEATMESSAGING?





- The *MeatMessaging* program is an **industry owned web based application** which facilitates the collection, processing and reporting of commercial and regulatory meat product information along the supply chain.
- ➤ The system is **based on the GS1 standards for** numbering and barcoding of meat products and the GS1 **EANCOM** electronic message standards.



# AN ONLINE CLOUD INDUSTRY PORTAL





- > MeatMessaging reflects a response to an industry wide problem associated with product shipped to the U.S.A. being deemed ineligible due to missing or illegible shipping marks.
- ➤ **MeatMessaging** has provided the Australian industry with a **electronic solution** for **reducing costs of shipments** into the U.S.A. following FSIS recognition of barcodes as a means of verifying product with **missing** or **illegible shipping marks**.
- MeatMessaging uses the The Meat Buyer's Guide NAMP, AUS-MEAT Trade Description Language (UNECE Bovine Cut Descriptions), Importing Country Label requirements (USDA) and the GS1 Global Standards (for data transfer).

# KEY FEATURES - MEATMESSAGING





- The *MeatMessaging* program is **flexible** and can be used either directly through website or can be integrated into individual company IT systems.
- The system includes a **QA monitoring** process that provides a level of reporting on the measured accuracy of the program participants.
- Includes training modules for users.
- Operates with the approval of Government to Government (USA and AUS).
- > The program is available to export users on a cost recovery basis.
- Industry system for use by all Exporters and supply chain = Importers can access a common system for product sourced from Australia.



# WHAT DOES MEATMESSAGING DO?





- The *MeatMessaging* platform messages assist users and regulatory authorities with the authenticity, verification and traceability of meat products.
- ➤ Authorised regulatory entities have access to regulatory data to facilitate compliance activities including:
  - Market eligibility compliance through movement tracking of individual trade units.
  - Supply chain product integrity /provenance through recorded history of individual trade units.
- The GS1 barcoding standards and GS1 EANCOM electronic message standards **do not** replace existing regulatory requirements, they **assist and supplement** these requirements.

# WHO CAN USE MEATMESSAGING?





Exporter and Importer Users can access *MeatMessaging* directly online or via automated interfaces.

## > Exporters

- Available to all Australian licensed export establishments.
- Users have to be registered to *MeatMessaging* and have GS1 membership.
- All cartons packed (or received) must have a meat industry GS1 compliant bar code.
- Establishments seeking to use the *MeatMessaging* portal need to register and complete a testing phase including key quality assurance (QA) components within the *Approved Arrangements* reflecting use of *MeatMessaging* which requires approval by the Commonwealth (DAWR).

## > Importers

Any importer and supply chain participant can register/access (current focus on USA).

# AUS-MEAT - ROLE IN INDUSTRY





- ➤ Cited as 'Standards Body' (Regulation 3(1)) of Export Licensing Regulations. Under legislation role is to attest to competency of entities exporting meat.
- Key legislation includes:
  - Export Control Act 1982
  - Australian Meat and Livestock Industry Act (1997)
- ➤ Trade Description (defined in Export Control (Meat and Meat Products) Orders 2005) must be in accordance with Australian Meat Industry Classification System (AUS-MEAT Language).
- > AUS-MEAT has day-to day responsibility for trade description in Accredited Establishments (with DAWR retaining responsibility for importing country requirements).
- > Designated functions conducted under formal arrangement with Commonwealth.

# IMPLEMENTATION OF MEATMESSAGING





- ➤ Since 2016, 68 establishments (including seven (7) USA importers) have applied to use the portal; including the three (3) largest processors in Australia (15+ establishments).
- > Represents in excess of **70% of Australian export capacity**.
- ➤ To date in excess of 3.4 million cartons (representing approx. 10,000 consignments) have been processed through the *MeatMessaging* site.
- Large percentage of establishments are currently going through the steps of developing processes to automatically integrate *MeatMessaging* within their own systems.
  - Some delay with company IT departments integrating within own complex processes.
- ➤ Benefits are compelling and all exporters aspire to adapt their IT systems in order to utilize MeatMessaging.

# **MEATMESSAGING - THE PROCESS**





### > Exporters

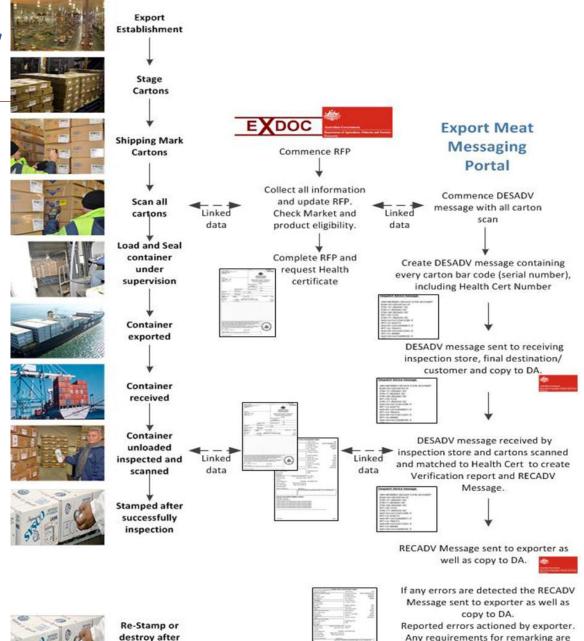
- Through their Approved Arrangements, exporters effectively indicate that they have used the GS1 barcode and utilised *MeatMessaging* on health certificate.
- Exporters scan all cartons in a consignment at dispatch.
- Progressively build/compile consignment details.
- Once consignment finalised send message (Status = SENT no longer editable).

## Importers

- Scan one or more cartons at destination port.
- Generate a *Standard Validation Report* to show the acceptance of the load or any issues to be addressed.
- Reply message is sent (Status = RECEIPTED recipient cannot edit/alter message).
- In the event that there is a missing shipping mark on one or more cartons, the barcode and **MeatMessaging** can be used to determine if the carton(s) were part of the load covered by the health certificate. If YES = eligible for Shipping mark to be reapplied.

# **MEATMESSAGING - WORKFLOW**

- Links with (and is complementary to) Commonwealth's EXDOC system.
  - **EXDOC** records the consignment (export permits, health certificates etc).
  - MeatMessaging records the detail of items (cartons) in a consignment.
- Details include unique carton numbers, trade description, packing dates etc.
- *MeatMessaging* shows linkage between cartons, pallet lots, container numbers and health certificates.





any corrective

Any requirements for remarking are through he use of the "Request for Remarking of Carton destined to the USA form".

# QA MONITORING - CORE ELEMENT





- > The QA Monitoring function of the *MeatMessaging* is a core element.
- > QA Monitoring:
  - is based on a random sample that allows consignment information to be entered and then cartons scanned to match the cartons recorded in the consignment.
  - is utilised as a validation tool for the endorsement of the updated Approved Arrangements for the establishments and reporting to government.
  - enables company QA personnel (as well as third party independent auditors) to conduct monitoring and verification scans of ready to ship consignments.
- QA Monitoring functions can be performed on a mobile device (e.g. Smart Phone or Tablet) using a Bluetooth barcode scanner to scan the cartons directly to the *MeatMessaging* portal.

# FUTURE - MEATMESSAGING eSOLUTION





- Increase in active use of the *MeatMessaging* system as additional Establishments complete integration within their own systems.
- Expansion of product information at a carton level (e.g. provenance, breed) and utilisation of existing information such as chemical lean (CL) values which is of direct interest to supply chain (e.g. Pattie manufacturers).

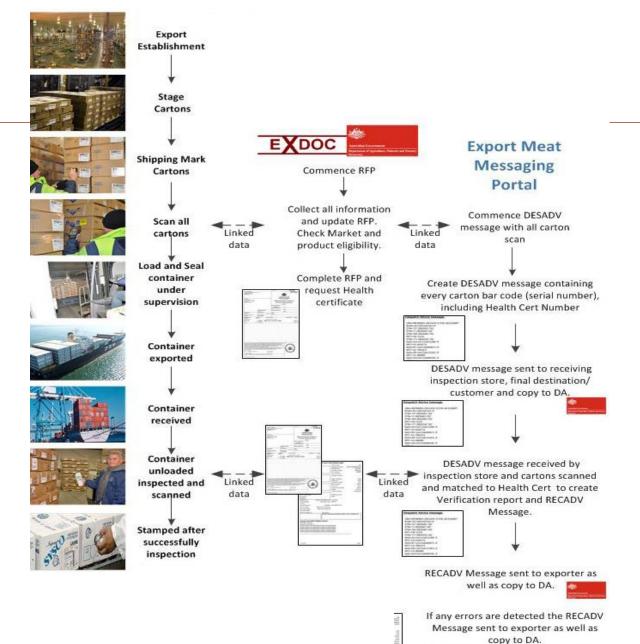
#### USA Market Benefits

- Short Term = Recognition of pallet shipping marks on a pallet labels.
- **Long Term** = Removal of requirement for shipping marks on cartons and elimination of labour intensive process of applying shipping marks to individual cartons.

#### Other Countries

Recognition of enhanced / visible traceability and product security that esolutions like
 MeatMessaging can deliver regulatory agencies and whole supply chains.

# EXPORT MESSAGE PROCESS



Reported errors actioned by exporter.
Any requirements for remarking are through he use of the "Request for Remarking of Carton destined to the USA form".



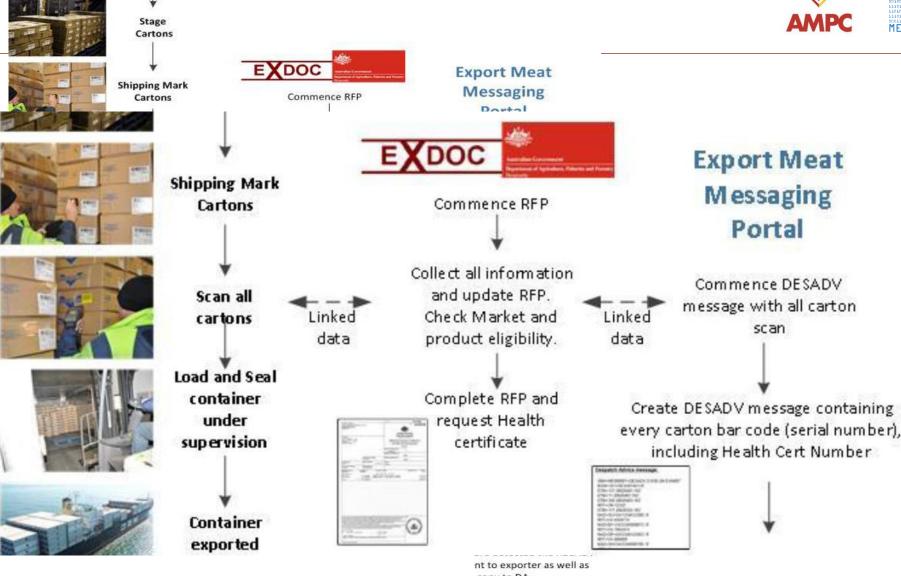


# **EXPORT MESSAGE PROCESS**









copy to DA. ors actioned by exporter. ments for remarking are use of the "Request for of Carton destined to the USA form".

# **BARCODE QUALITY**





Training – Barcode quality















## **DEMO**





- Two Meat Messaging systems Test system and Production system
- Test system is used for training and verification without exposure to government.
  - https://meatmessaging.info/
- Production system only used once approval is in.
  - https://meatmessaging.com/

# THE FUTURE





- Australian Exporters using the Meat Messaging industry portal happening now.
- US I-Houses get become registered to use Meat Messaging Can do this now.
- Start Scanning the barcode for consignments.

# WHERE TO GET HELP





• For Meat Messaging portal – Contact <a href="mailto:admin@meatmessaging.com">admin@meatmessaging.com</a>

 For barcoding – Contact GS1 – Liz Sertl – Director Retail Grocery Industry Engagement <u>esertl@gs1us.org</u>





