

A Facility that Provides the Latest Value-Add Process in the Supply Chain



Kroger requires information for every facility from which your organization provides products and/or services to Kroger.

For facilities that provide products, **only the facility that provides the latest value-add process for that product is required to be registered in Supplier Hub.**

What is a value-add facility?

The facility in Kroger's supply chain that directly changes or adds value to a product before receipt by Kroger.

Processes such as manufacturing, processing, assembly, harvesting, and growing directly change or **add value** to the product or ingredient.

Processes such as distribution, fumigation, irradiation, and metal detection **do not** directly change or add value to a product and, therefore, **do not** require registration in Supplier Hub.

Example of a latest value-add facility

The table below shows a typical supply chain involving five different production facilities in the order they handle a product.

Facility	Processes	Value Add?	Latest Value Add?
Address A	Growing, harvesting	✓	
Address B	Distribution		
Address C	Testing, inspection		
Address D	Processing, packaging	✓	✓
Address E	Metal detection, shipping		

Although Address A adds value to the product, **Address D provides the latest value-add processes in the supply chain.** Therefore, Address D is the only address in this example required to be entered in Supplier Hub.