

National Food Authority

Accomplishment Report

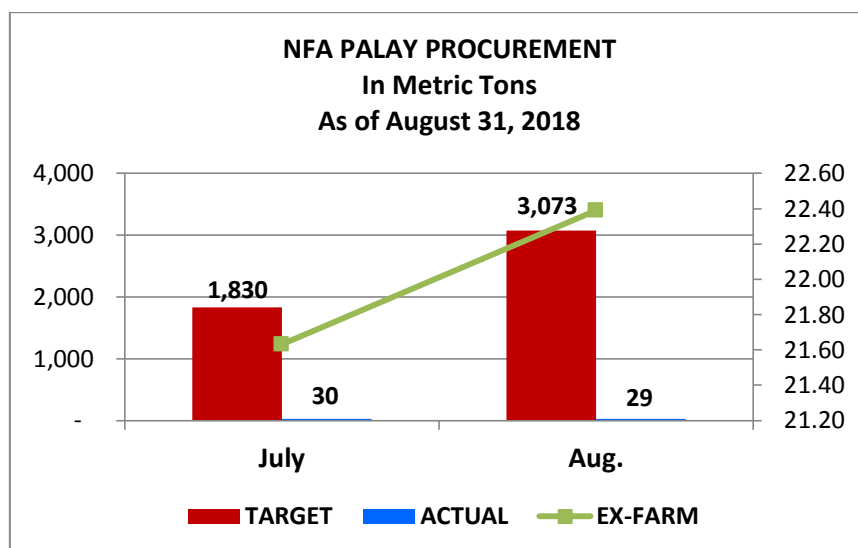
August 2018



MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

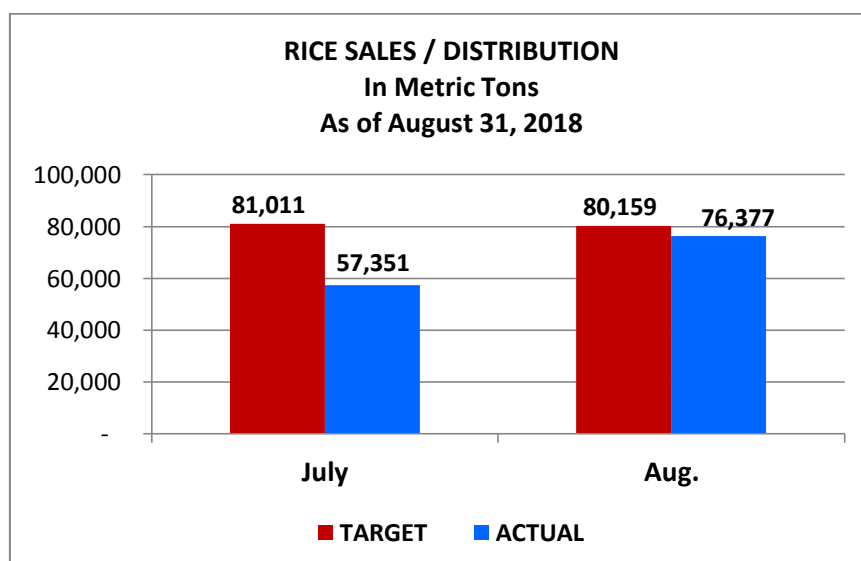
PROCUREMENT

For the month of August 2018, NFA procured 29 MT of palay, which is 22.39% accomplishment of the month's target of 3,073 MT. The continued low procurement is still due to the prevailing high farm-gate prices of palay, at ₱22.39/kg. , (as of July 31, 2018), ₱5.39/kg. higher than the government's buying price of ₱17.00/kg.



DISTRIBUTION

For the month of August, NFA distributed 76,377 MT of rice, equivalent to 95.28% accomplishment of the month's target of 80,159 MT. Distribution is at high level to address the increasing commercial prices of rice and make available low-priced NFA rice in the market.



FARMERS WHO SOLD PALAY TO NFA FOR THE MONTH OF AUGUST

Particulars	AUGUST 2018			AUGUST 2017		
	Palay		Amount Paid by NFA	Palay		Amount Paid by NFA
	Number of Farmers	Qty. in bags of 50 kg.	Php	Number of Farmers	Qty. in bags of 50 kg.	Php
Individual Farmers	10	182.00	150,681.32	23	1,501.94	1,291,461.65
Walk-In Farmers	-	-	-	11	176.06	145,897.86
Farmer's Organization	8			11		
No. of members	13	308.36	269,166.64	34	965.35	831,819.43
TOTAL	23	490.36	419,847.96	68	2,643.35	2,269,178.94

For August 2018, 23 farmers sold their palay to NFA, 66% lower compared to last year's figure of 68 farmers. Total palay deliveries of 490.36 bags, amounting to ₱419,847 is 81% lower than last year's same period deliveries of 2,643.35 bags, amounting to ₱2.27M.

PRICES

Based on the Philippine Statistics Authority (PSA) summary of commercial palay/rice prices, the average ex-farm price increased further from last month's ₱21.63/kg to ₱22.39/kg this month. NFA's buying price for palay is comparatively lower by ₱5.39/kg., compared to the prevailing farmgate price level. NFA's buying prices for yellow and white corn were likewise, lower by ₱1.94/kg. and ₱1.89/kg. than the prevailing commercial prices, respectively.

Average Ex-Farm Prices vs NFA Buying Price

(Price per kg.)

August 31, 2018

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	17.00	22.39	(5.39)
YGN	12.30	14.24	(1.94)
WGN	13.00	14.89	(1.89)

Prices of WMR and RMR increased further by ₱1.55/kg and ₱1.69/kg in the wholesale level, and ₱1.41/kg and ₱1.60/kg in the retail level, respectively. For yellow corn, prices showed increases both in wholesale by ₱0.45/kg and ₱0.31/kg in retail. For white corn, wholesale price increased by ₱1.01/kg, while retail price increased by ₱0.60/kg.

Average Prevailing Wholesale/Retail Price of Rice and Corn

(Peso per Kg.)

August 31, 2018

Commodity	August	July	Price Diff in (Peso/Kg)
Whole Sale			
WMR	43.78	42.23	1.55
RMR	40.57	38.88	1.69
YGN	20.53	20.08	0.45
WGN	21.75	20.74	1.01
Retail			
WMR	46.37	44.96	1.41
RMR	42.89	41.29	1.60
YGN	25.23	24.92	0.31
WGN	28.12	27.52	0.60

MFO 3: BUFFER STOCK OF STAPLE CEREALS

RICE STOCK INVENTORY

As of August 31, 2018, NFA stock inventory of 2,211,100 bags (total rice equivalent –TRE) or 110,555 MT, is good to last for 3.45 days, based on the 2018 national daily rice consumption requirement of 32,013 MT.

NATIONAL QUALITY ASSESSMENT (QSAR) OF NFA STOCKS

The total volume of assessed NFA stored grains as of the end of August 2018 was 2,143,252 bags, an increase of 9.56% from July volume of 1,956,189.9 bags. Milled rice stocks fit as food represent 99.998% of the total assessed grains. Stocks for disposition totaled 40 bags, composed of totally damaged milled rice.

CLASSIFICATION/ CONDITION OF STOCKS	Quantity (in 50-kg bags)	PERCENTAGE (%)
Good Quality (GQ)	2,138,448.40	99.776
Treated	4,763.60	0.222
For treatment	0.00	0.000
Total for Disposition	40.00	
-Sweepings	0.00	0.000
-Partially Damaged	0.00	0.000
Totally Damaged	40.00	0.002
TOTAL	2,143,252.00	100%

**MFO 4: DEVELOPMENTAL REGULATION OF THE GRAINS INDUSTRY
IMPLEMENTED AND ENFORCED**

REGISTERED/LICENSED GRAINS BUSINESSMEN

For the month of August, NFA registered and licensed 2,535 applicants, Total R/L collections on grains business activities amounted to ₱5,252,887.62 including mobile licensing amounting to ₱249,790.90. Some 976 metal plates were issued this month, amounting to ₱195,200. The cumulative R/L fees collected amounting to ₱173,571,930.07 represents 115.71% of the annual target collection of ₱150M. Note that majority of those who applied for licenses are engaged in the selling of commercial rice.

PARTICULARS	
R/L and Other Fees Collection	5,252,887.62
Mobile Licensing	249,790.90
Advance Collections (2019-2021)	148,280.00
2019 Applicants: 44	26,840.00
2020 Applicants: 39	120,890.00
2021 Applicants: 1	550.00
No. of R/L Applicants	2,535
METAL PLATES (@ P200/pc)	
- No. of Issuances of Metal Plates	976
- Amount	195,200.00

UGNAYANs (Farmers' Assembly)

For the month of August, 5 UGNAYANs were conducted, participated in by 100 NFA stakeholders.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
UGNAYANs conducted	5
Participants	100

PHIL. GRAINS STANDARDIZATION PROGRAM (PGSP)

To check whether the PGSP Rules and Regulations are strictly observed, 2,154 Grains Business Establishments were inspected. A total of 260 trainings and seminars to advocate PGSP rules and regulations were conducted, participated in by 1,65 NFA Stakeholders. 11 press releases were made.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
Grains Business Establishment Inspected	2,154
Meetings/Seminars/Trainings;	
Number conducted	260
Number of Participants	1,65
Press Releases made	11
PGSP Violation cases filed	-

NFA PRIVATE SECTOR RICE IMPORTATION

NFA issued/renewed 31 licenses to importers for this month. Import licenses are different from import permits issued for MAV.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
Number of NFA Licensed Importers	31
- Farmer Organizations	25
- Other Sectors (Non-Farmers)	6

Import License – issued by Industry Services Department under PD4 to Grains Businessmen involved in different lines of activities involving grains in a specified quantity, during a specified period (usually one year).

Import Permit – Issued by NFA to Grains Importers on a per shipment basis, required by BOC for the release of the cargo (grains).

INTERNAL AUDIT SERVICES

In August 2018, the following Audit Services were conducted:

I. AUDIT ENGAGEMENTS

- A. Special Audit on Property, Plant and Equipment in Regions III (R.O., N. Ecija, Aurora & Zambales), IV (R.O., Batangas & Calapan), VI, VII, VIII, XII, XV and NFA-NCR – Audit report for finalization.

Special Audit on Property, Plant and Equipment in Regions III (Bulacan, Pampanga, Tarlac & Bataan), IV (Laguna, Lucena, Mamburao & Palawan), V, XI and NFA-ARMM - Completed

- B. Special Audit on Provident Fund Loans in Regions III (R.O., N.Ecija, Aurora, Zambales Bulacan, Pampanga, Tarlac, Bataan), IV (R.O., Batangas, Calapan, Laguna, Lucena, Mamburao & Palawan), VII, XI, XII, XV – Audit report preparation on-going
- C. Special Audit on Stock Inventory Variance in Regions VIII, NFA-NCR, and NFA-ARMM – Completed
- D. Review of Bid Evaluation and Post-Qualification Procedure being conducted by the NFA-BAC - Completed

II. Tolerable Allowance (TOLA)

- A. Issued 34 Certifications of Stock (Grains and MTS) Accountabilities of NFA officials and rank and file employees.
- B. Quarterly TOLA Status Report (All Provincial Offices – Regions I to XV)
- 1st and 2nd Quarter – For finalization
- C. Entertained queries from different NFA Regional Offices regarding TOLA matters.

FOOD DEVELOPMENT CENTER

Testing

For the month of August, FDC performed 9 physical and sensory evaluation, 159 chemical analysis, one microanalytical (Filth), one package testing, and 62 microbiological quality evaluation, to determine safety and quality of white rice, brown rice, corn grits, other cereals, and various food and food products. Other activities included the testing of packaging materials and label evaluation; heat penetration and heat distribution test to establish and/or evaluate adequacy of thermal processes of canned goods; shelf life testing to establish shelf life of various packaged products; and the conduct of seminar/training.

Research and Development

- Development and Implementation of R & D projects
 - Prepared one project proposal – Purple Yam spread
 - Prepared final report for Arsenic in Rice project.

Quality Assurance

- Prepared four plant inspection plans, seven inspection checklist and one plant inspection report.
- Implemented one Pilot Plant project.

Training Programs

- Designed/developed one training course – Hands-on training on the Microbiological Analysis of Various Sporeformers.
- Implemented/Conducted four training course to the food industry and Government agencies.
- Prepared/revised four training course materials.
- Prepared four evaluation reports on the implementation of training courses.

Industry Liaison

- Evaluated 54 clients' technical inquiries and recommend FDC analyses/services to meet international standards.
- Maintained FDC website and FDC wifi network
- Monitored and delivered 120 FDC technical reports to stakeholders

ISO Compliance

- Prepared 12 reports on QA activities.
- Prepared/reviewed/revised five ISO documents.

Operational accomplishment of FDC representing served services to clients for the month of June 2018 amounted to ₱471,382.36 Income from collections received from client's request for FDC services (RFDCS) is ₱559,638.25.

LEGAL AFFAIRS

For the month, 316 activities pertaining to adjudication, documentation and litigation were undertaken:

Adjudication	27
Draft Formal Charge	1
Notice/s of Pre-hearing Conf. Issued and Served to respondents	2
Pre-hearing Conference/Pre-hearing conducted	1
Pre-hearing Orders issued and served to respondents	1
Orders & processes issued by Ho's and served to all concerned parties	5
Issuance of Subpoena Ad Testificandum	1
Drafted Decision/s	2
Transmission of Draft Decision/s to AO for review	2
Drafted Resolutions	1
Submitted Draft Resolution/s, Comment or Reply	1
Legal Assistance to BAC, other Committees at Central and Field Offices	10
Documentation & Legal Research	22
Contracts reviewed/evaluated	4
Opinions rendered	9
Memos re. Notice of Disallowance	5
Opening of Bids/Sealed Canvass	2
Pre-Bid Conference (TWG)/Post Qualification	2
Litigation	267
Hearing/s attended by Lawyers	11
Pleadings, memoranda & related documents prepared by Lawyers	6
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	34
Certifications/COC of no pending case	216
TOTAL	316

CORPORATE PLANNING AND MANAGEMENT SERVICES

Information Technology/Systems Development/SOPs

- The SOP submitted by the Manual Systems Development Division for the month of August 2018 on the Amendment/Addendum to the SOP on Certificate of Clearance has been approved.

Corporate Planning

- Finalized draft of the NFA Business Continuity Plan.
- Prepared highlights of the meeting with Enforcement Agencies (BOC, NBI, CIDG) to curb hoarding and other illegal rice activities.

Corporate Development and/or Evaluation:

1. Divestment of Assets
 - a. On-going Complete Staff Work (CSW)
 - Re-evaluation on the proposed divestment of 34 units subdivision lots at Catalunan Grande, Davao City
 - Bugallon, North Ramon, Isabela
 - La Paz, Saguday, Quirino
2. Evaluation
 - Lease of NFA property in Zamboanga by SOLECCO
 - Lease of NFA-NAWACO (portion) property in San Jose, Occidental Mindoro

Monitoring and Reporting

- Visibility Reports from Field Offices – Liaison with LGUs and Congressmen.

Leap

- Prepared updates on Legislative Agenda
- Meeting on Rice QR at the office of Congressman Vic Yap
- Prepared Matrix of NFA Bills focusing on the NFA functions, mandates, activities were retained/deleted.

TRAININGS:

In August 2018, NFA facilitated the participation of 78 NFA officials and employees in two internal and eight external trainings.

TITLE	NO. OF PARTICIPANTS	DURATION
I. Internal Training	66	
1 Orientation Course for NFA's New Employee	20	August 23-24
2 Pre-retirement Seminar	46	20-Aug
II. External Training	12	
1 Strategic Planning	1	August 16-17
2 The Seven Habits of Highly Effective Government Leaders	2	August 7-9
3 Basic Occupational Safety and Health Training	1	August 13-17
4 PAGBA 3rd Quarterly Seminar and Meeting	4	August 8-11
5 Effective Leadership Skills	1	August 16-17
6 Mentoring and Coaching for Leaders	1	August 23-24
7 Public Procurement Specialist Certification Course 2	1	August 24-25
8 Strategic Performance Management System	1	August 15-16
TOTAL	78	

NFA PERSONNEL COMPLEMENT as of August 31, 2018

No. of Positions

Regular Plantilla	3,865
Central Office	<u>529</u>
Executive	54
Rank & File	475
Field Office	<u>3,336</u>
Executive	107
Rank & File	3,229
CTI Personnel (Rank & File)	297
Central Office	53
Field Office	<u>244</u>
Total	<u><u>4,162</u></u>

ENFORCEMENT AND INVESTIGATION

Nationwide enforcement accomplishment for the month of August 2018: Inspected 20,606 business establishments, apprehended 459 grains businessmen with 419 violations resolved, and collected a total of ₱ 276,521.25 from fines and penalties.

PARTICULARS	
1. No. of grains business establishments inspected	20,606
2. No. of grains businessmen apprehended	459
3. No. of apprehensions/violations resolved	419
4. Total fees collected	₱ 276,521.25

PUBLIC AFFAIRS

1. News Releases:
 - DA turns over mechanical dryers to NFA
 - NFA apprehends 3,429 Rice Businessmen in 1st half of 2018
 - Rice for Jolo fire victims
 - NFA rice supply to help ease rising prices in Basilan
 - NFA ready to supply rice in flooded areas
 - NFA intensifies monitoring of rice prices and supply
 - NFA coordinates with NBI, intensifies fight against illegal rice trading
 - NFA: No diversion of funds
 - NFA management laments accusations of inefficiency, continues services to rice consumers
 - NFA supplies almost half of Zamboanga rice requirements
 - No “bukbok” in NFA rice
 - NFA rice available in more outlets nationwide
 - NFA creates group to fight illegal rice traders
 - Grains retailers, farmers, consumers express support to NFA
 - NFA augments rice supply in Batanes
2. Maintained NFA Facebook Account. Posted/reposted PRs and news articles related to NFA
 - Replied to 251 queries on NFA facebook account
 - Monitor and manage NFA twitter account @bigas_NFA
3. Monitored and clipped 523 news items on NFA corporate and agri-related issues and concerns and provided copies to concerned NFA officials.