

National Food Authority

Accomplishment Report

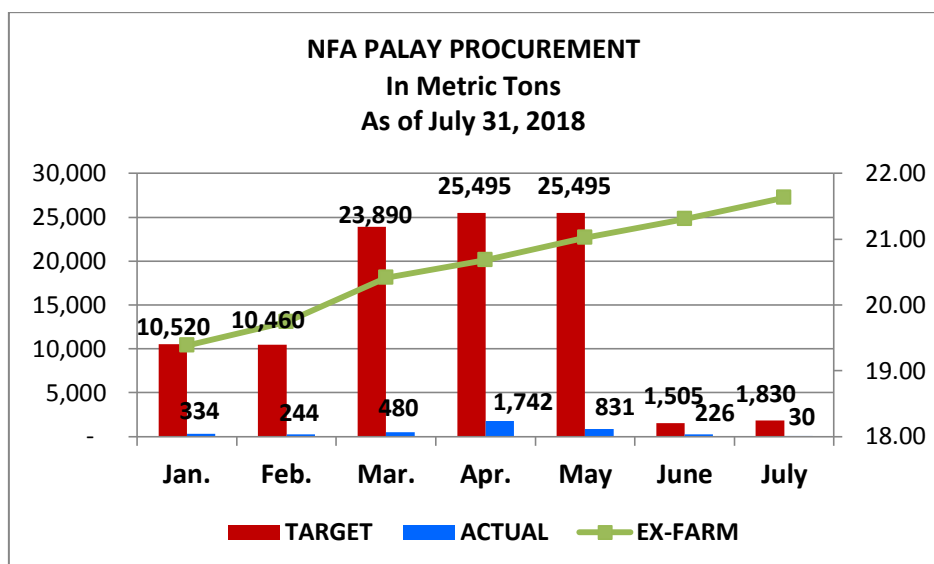
July 2018



MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

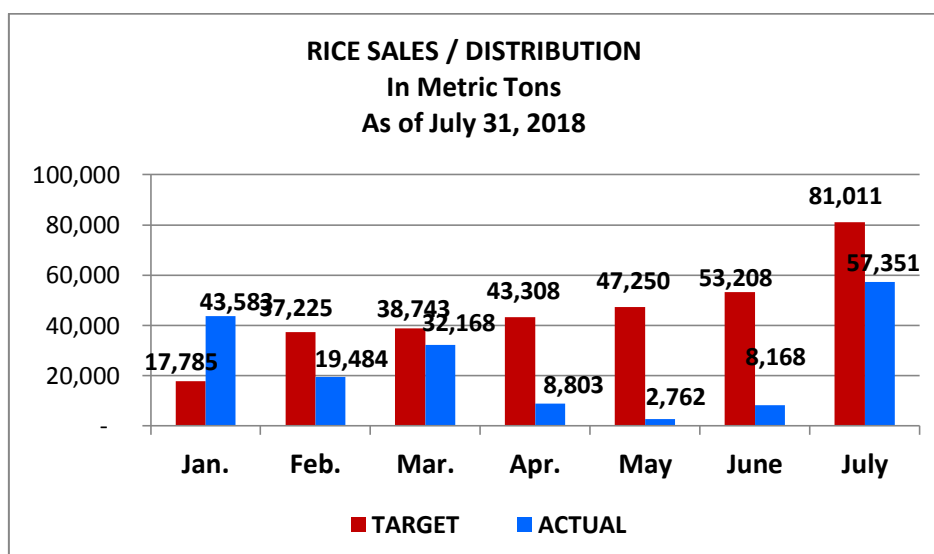
PROCUREMENT

For the month of July 2018, NFA procured 30 MT of palay, which is 1.64% accomplishment of the month's target of 1,830 MT. The continued low procurement is still due to the prevailing high farm-gate prices of palay, at ₱21.63/kg. , (as of July 31, 2018), ₱4.63/kg. higher than the government's buying price of ₱17.00/kg.



DISTRIBUTION

For the month of July, NFA distributed 57,351 MT of rice, equivalent to 70.79% accomplishment of the month's target of 81,011 MT. Import arrivals enabled NFA to increase its distribution in the market.



FARMERS WHO SOLD PALAY TO NFA FOR THE MONTH OF JULY

Particulars	JULY 2018			JULY 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	2	53.00	42,042.75	36	657.27	562,618.31
Walk-In Farmers	10	191.16	159,315.15	18	624.57	503,975.48
Farmer's Organization	12			17		
No. of members	47	390.54	337,539.29	25	4,742.27	737,772.89
TOTAL	59	634.70	538,897.19	79	6,024.11	1,804,366.68

For July 2018, 59 farmers sold their palay to NFA, a 25% decrease compared to last year's record of 79 farmers. Total palay deliveries of 634.70 bags, amounting to ₱538,897.19 is 89% lower than last year's same period deliveries of 6,024.11 bags, amounting to ₱1.8M.

PRICES

Based on the Philippine Statistics Authority (PSA) summary of commercial palay/rice prices, the average ex-farm price nationwide, increased further from ₱21.31/kg to ₱21.63/kg or by 1.50% from last month. NFA's buying prices for yellow and white corn were likewise, lower by ₱2.06/kg. and ₱2.61/kg than the prevailing commercial prices, respectively.

Average Ex-Farm Prices vs NFA Buying Price

(Price per kg.)

July 31, 2018

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	17.00	21.63	(4.63)
YGN	12.30	14.36	(2.06)
WGN	13.00	15.61	(2.61)

Prices of WMR and RMR posted increases of ₱0.71/kg. and ₱0.76/kg. in the wholesale level, and ₱0.67/kg. and ₱0.70/kg. in the retail level, respectively. For yellow corn, wholesale price showed a slight decrease of ₱0.02/kg, but manifested an increase of ₱0.31/kg. in retail. For white corn, prices posted decrease of ₱0.67/kg and ₱1.53/kg both in wholesale and retail level.

Average Prevailing Wholesale/Retail Price of Rice and Corn

(Peso per Kg.)

July 31, 2018

Commodity	July	June	Price Diff in (Peso/Kg)
Whole Sale			
WMR	42.23	41.52	0.71
RMR	38.88	38.12	0.76
YGN	20.08	20.10	(0.02)
WGN	20.74	21.41	(0.67)
Retail			
WMR	44.96	44.29	0.67
RMR	41.29	40.59	0.70
YGN	24.92	24.61	0.31
WGN	27.52	29.05	(1.53)

MFO 3: BUFFER STOCK OF STAPLE CEREALS

RICE STOCK INVENTORY

As of July 31, 2018, NFA stock inventory of 2,023,064 bags (total rice equivalent –TRE) or 101,153 MT, is good to last for 3.16 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 July 2018 was 1,956,189.9 bags, an increase of 83.43% from last month's volume of 1,066,429.5 bags. Stocks fit as food (rice) and feed (corn) represent 99.998% of the total assessed grains. Stocks for disposition totaled 46 bags, composed of partially damaged and totally damaged milled rice.

CLASSIFICATION/ CONDITION OF STOCKS	Quantity (in 50-kg bags)	PERCENTAGE (%)
Good Quality (GQ)	1,954,251.80	99.901
Treated	1,892.00	0.097
For treatment	0.00	0.000
Total for Disposition	46.00	
-Sweepings	0.00	0.000
-Partially Damaged	6.00	0.000
Totally Damaged	40.00	0.002
TOTAL	1,956,189.90	100%

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

REGISTERED/LICENSED GRAINS BUSINESSMEN

For the month of July, NFA registered and licensed 3,758 applicants, Total R/L collections on grains business activities amounted to ₱6,439,282.81 including mobile licensing amounting to ₱496,035.15. The 237 metal plates that were issued, amounted to ₱47,400.00. The cumulative R/L fees collected amounting to ₱168,501,919.79 represents 112.33% 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	6,439,282.81
Mobile Licensing	496,035.15
Advance Collections (2019-2020)	205,968.50
2019 Applicants: 84	110,154.25
2020 Applicants: 65	95,814.25
No. of R/L Applicants	3,758
METAL PLATES (@ P200/ pc)	
- No. of Issuances of Metal Plates	237
- Amount	47,400.00

UGNAYANs (Farmers' Assembly)

For the month of July, 38 UGNAYANs were conducted, participated in by 1,380 NFA stakeholders.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
UGNAYANs conducted	38
Participants	1,380

PHIL. GRAINS STANDARDIZATION PROGRAM (PGSP)

To check whether the PGSP Rules and Regulations are strictly observed, 4,397 Grains Business Establishments were inspected. A total of 16,000 trainings and seminars to advocate PGSP rules and regulations were conducted, participated in by 4,189 NFA Stakeholders. Three press releases were made.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
Grains Business Establishment Inspected	4,397
Meetings/Seminars/Trainings;	
Number conducted	16,000
Number of Participants	4,189
Press Releases made	2
PGSP Violation cases filed	-

NFA PRIVATE SECTOR RICE IMPORTATION

NFA issued/renewed 82 licenses to importers for this month. Import licenses are different from import permits issued for MAV.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
Number of NFA Licensed Importers	82
- Farmer Organizations	32
- Other Sectors (Non-Farmers)	50

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 July 2018, the following Audit Services were conducted:

I. AUDIT ENGAGEMENTS

- A. Special Audit of Property, Plant and Equipment in Regions III (R.O., N. Ecija, Aurora, Zambales, Bulacan, Pampanga, Tarlac and Bataan) Region IV, VII, XI, XII, XV, VI, VIII, NCR and ARMM– Audit report for finalization
- B. Special Audit of Provident Fund Loans in Regions III, IV, VII, XI, XII, XV – Audit on-going
- C. Special Audit of Stock Inventory Variance in Regions VIII, NCR and ARMM – Audit report for finalization
- D. Review of Computation of Perpetual Leave Cards – Three PLCs completed; Three on-going

II. Tolerable Allowance (TOLA)

- A. Issued 58 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 Quarter – For finalization
- C. Entertained queries from different NFA Regional Offices regarding TOLA matters.

FOOD DEVELOPMENT CENTER

Testing

For the month of July, FDC performed 2 physical and sensory evaluation, chemical analysis, four microanalytical (Filt), and 37 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
 - Prepares 3 project proposals for R&D projects.
 - Prepared 2 progress reports on R& D projects – Arsenic in Rice project
 - Prepared 1 final report on R & D projects.

Quality Assurance

- Conducted inspection of five food manufacturing plants and issue compliance certificates.

Training Programs

- Implemented/Conducted four training course to the food industry and Government agencies.
- 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 July 2018 amounted to ₱257,337.53. Income from collections received from client's requests for FDC services (RFDCS) is ₱379,573.00.

LEGAL AFFAIRS

For the month, 330 activities pertaining to adjudication, documentation and litigation were undertaken:

Adjudication	38
Drafted Special Orders (SO) for HO and Pros and submitted to the Administrator's Office for signature	2
Drafted pre-Hearing Briefs	2
Notices of pre-Hearing Conference issued	3
Pre-Hearing conference conducted	1
Pre-Hearing Orders prepared/issued	1
Motions/Pleading filed	1
Transcribed Minutes/TSN (CODI Hearing)	1
Service/Mailing of Motions/Pleading and Orders	1
Pre-Hearing Order served	1
Notices of Pre-Hearing served	3
Formal offer of exhibits served	1
Motion to Resolve reproduced and served	1
Draft Position Paper	1
FIR's reviewed/submitted	2
Draft Decision for Review	2
Opinions Prepared	7
Opinions served	7
Accomplishment report prepared	1
Documentation & Legal Research	14
Contracts reviewed/evaluated	4
Opinions rendered	3
Pre-Bid Conference (TWG)/Post Qualification	1
Notice of Disallowance	6
Litigation	278
Hearing/s attended by Lawyers	26
Pleadings, memoranda & related documents prepared by Lawyers	10
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	32
Certifications/COC of no pending case	210
TOTAL	330

CORPORATE PLANNING AND MANAGEMENT SERVICES

Information Technology/Systems Development/SOPs

- As of July 31, 2018, the Registration and Licensing Information System (RLIS) were installed and implemented in all provincial offices nationwide.
- The SOP on Rice Sales Program for LGUs and The Amendment to SOP on Rice Sales Program for LGUs has been approved.

Corporate Planning

- Prepared update of NFA programs for President's SONA
- Replied to COA on the Preparedness/Readiness of NFA C.O. for year 2017 to implement Programs in Achieving the Sustainable Development Goals (SDGs) under the 2030 Agenda and AOM No. HO-2018-21 on the Risk Reduction and Management Plan of NFA C.O.
- Prepared the NFA's input for Agriculture and Fisheries Modernization Plan 2018-2023

Corporate Development and/or Evaluation:

1. Divestment of Assets
 - a. On-going Complete Staff Work (CSW)
 - FLGC III Maragusan, Compostela Valley
 - Poblacion, Calintaan, Occidental Mindoro
 - Bugallon, North Ramon, Isabela
 - La Paz, Saguday, Quirino
2. Evaluation
 - Lease of NFA property in Zamboanga by SOLECCO
 - Re-evaluation of Valenzuela Gulayang Bayan Center (BGVC)

Monitoring and Reporting

- Visibility Reports from Field Offices – Liaison with LGUs and Congressmen.
- Prepared and Submitted to GCG the Quarterly Accomplishment report on the NFA modified scorecard

Leap

- Courtesy call to Cong. Sambar re: CY 2019 Budget Proposal
- Prepared the 2018 Matrix of NFA Corporate Targets as required by the House of Representatives.
- Submission of NFA 2019 budget to Senate.

TRAININGS:

In July 2018, NFA facilitated the participation of 14 NFA officials and employees in six external trainings.

TITLE	NO. OF PARTICIPANTS	DURATION
I. Internal Training	0	
II. External Training	14	
1 Records and Filing Management	1	5-Jul
2 MCLE	3	July 23-26
3 Basic Internal Control Concepts and Internal Auditing Principles and Practices	1	July 11-13
4 Customer Relation Workshop	6	July 24-25
5 Basic Calibration Module 1 Seminar	1	July 27-28
6 ASP. Net Programming Using C#	2	July 8,15,22,29
TOTAL	14	

NFA PERSONNEL COMPLEMENT as of July 31, 2018

No. of Positions

Regular Plantilla	3,865	
Central Office	<u>527</u>	
Executive	53	
Rank & File	474	
Field Office	<u>3,338</u>	
Executive	106	
Rank & File	3,232	
CTI Personnel (Rank & File)	300	
Central Office	54	
Field Office	<u>246</u>	
Total	<u><u>4,165</u></u>	

ENFORCEMENT AND INVESTIGATION

Nationwide enforcement accomplishment for the month of July 2018: Inspected 9,945 business establishments, apprehended 1,050 grains businessmen with 578 violations resolved, and collected a total of ₱ 259,886.50 from fines and penalties.

PARTICULARS	
1. No. of grains business establishments inspected	9,945
2. No. of grains businessmen apprehended	1,050
3. No. of apprehensions/violations resolved	578
4. Total fees collected	₱ 259,886.50

CONTRIBUTION TO THE ECONOMY:

NFA has contributed ₱76,254,909.92 to the country's economy in terms of the following increase in economic activities.

PARTICULARS	AMOUNT
1 Palay Procurement	7,533,028.14
2 Corn Procurement	-
3 Rent Expenses	16,032,945.86
4 Transportation & Deliveries Expenses	45,343.67
5 General Services	4,193,385.40
6 Janitorial Services	3,405,052.47
7 Security Services	19,425,367.88
8 Drying	16,456.06
9 Milling	81,307.16
10 Handling	1,534,869.08
11 Tax Witheld from Employees' Compensation	7,816,307.22
12 Tax Witheld from Suppliers of Goods & Services	16,170,846.98
TOTAL	76,254,909.92

Per trial balance as of May 2018