

National Food Authority

Accomplishment Report

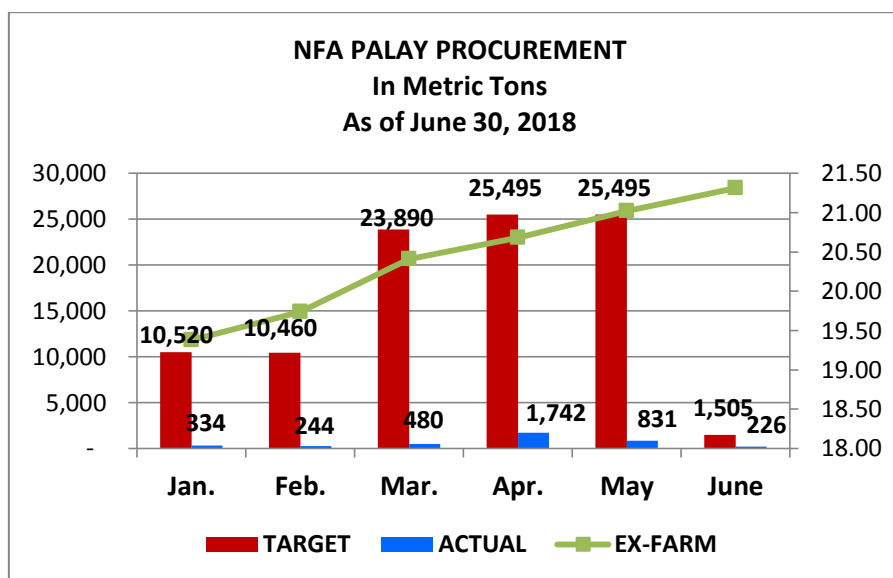
June 2018



MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

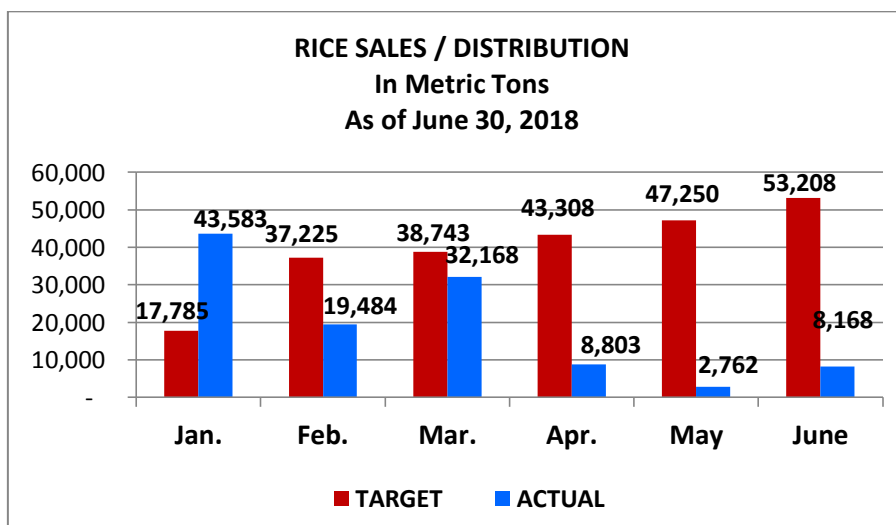
PROCUREMENT

For the month of June 2018, NFA procured 226 MT of palay, which is 15% accomplishment of the month's target of 1,505 MT. The continued low procurement is still due to the prevailing high farm-gate prices of palay, at ₱21.31/kg. , (as of June 30, 2018), ₱4.31/kg. higher than the government's buying price of ₱17.00/kg.



DISTRIBUTION

For the month of June, NFA distributed 8,168 MT of rice, equivalent to 15.35% accomplishment of the month's target of 53,208 MT. The slight increase in NFA's distribution of rice in the market, from last month's 5.84%, is due to import arrivals under Open Tender and G to G Scheme.



FARMERS WHO SOLD PALAY TO NFA FOR THE MONTH OF JUNE

Particulars	JUNE 2018			JUNE 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	13	568.11	469,922.08	29	3,755.46	2,972,292.87
Walk-In Farmers	34	425.32	358,916.32	17	459.71	232,725.97
Farmer's Organization	35			21		
No. of members	86	1,349.69	1,164,572.21	13826	16,058.28	13,823,916.86
TOTAL	133	2,343.12	1,993,410.61	130	20,273.45	17,028,935.70

For June 2018, 133 farmers sold their palay to NFA, a slight increase compared to last year's record of 130 farmers. Total palay deliveries of 2,343.12 bags, amounting to ₱1.993M is 89% lower than last year's same period deliveries of 20,273.45 bags, amounting to ₱17M.

PRICES

Based on the Philippine Statistics Authority (PSA) summary of commercial palay/rice prices, the average ex-farm price posted an increase of ₱0.29 from last month's price of ₱21.02 to ₱21.31 for this month. NFA's buying price for palay is comparatively lower by ₱4.31/kg., compared to the prevailing farmgate price level. NFA's buying prices for yellow and white corn were likewise, lower by ₱1.64/kg. and ₱3.16/kg. than the prevailing commercial prices, respectively.

Average Ex-Farm Prices vs NFA Buying Price

(Price per kg.)

June 30, 2018

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	17.00	21.31	(4.31)
YGN	12.30	13.94	(1.64)
WGN	13.00	16.16	(3.16)

Prices of WMR and RMR posted increases of ₱0.34/kg. and ₱0.30/kg. in the wholesale level, and ₱0.35/kg. and ₱0.40/kg. in the retail level, respectively. For yellow corn, wholesale price remains the same, but manifested an increase of ₱0.82/kg. in retail. For white corn, wholesale price increased by ₱1.54/kg. , while retail price decreased by ₱0.77/kg.

Average Prevailing Wholesale/Retail Price of Rice and Corn

(Peso per Kg.)

June 30, 2018

Commodity	June	May	Price Diff in (Peso/Kg)
Whole Sale			
WMR	41.52	41.18	0.34
RMR	38.12	37.82	0.30
YGN	20.10	20.10	0.00
WGN	21.41	19.87	1.54
Retail			
WMR	44.29	43.94	0.35
RMR	40.59	40.19	0.40
YGN	24.61	23.79	0.82
WGN	29.05	29.82	(0.77)

MFO 3: BUFFER STOCK OF STAPLE CEREALS

RICE STOCK INVENTORY

As of June 30, 2018, NFA stock inventory of 1,097,086 bags (total rice equivalent –TRE) or 54,854.3 MT, is good to last for 1.71 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 June 2018 was 1,066,429.50 bags, an increase of 1,851% from last month's volume of 54,643.1 bags. Stocks fit as food (rice) and feed (corn) represent 99.98% of the total assessed grains. Stocks for disposition totaled 166 bags, composed of 17 bags (0.002%) of partially damaged stocks and 149 bags (0.014%) of totally damaged milled rice.

CLASSIFICATION/ CONDITION OF STOCKS	Quantity (in 50-kg bags)	PERCENTAGE (%)
Good Quality (GQ)	1,064,267.70	99.797
Treated	1,969.80	0.185
For treatment	26.00	0.002
Total for Disposition	166.00	
-Sweepings	0.00	0.000
-Partially Damaged	17.00	0.002
Totally Damaged	149.00	0.014
TOTAL	1,066,429.50	100%

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

REGISTERED/LICENSED GRAINS BUSINESSMEN

For the month of June, NFA registered and licensed 5,152 applicants, Total R/L collections on grains business activities amounted to ₱23,597,843.85 including mobile licensing amounting to ₱476,502.45. No metal plates were issued this month. The cumulative R/L fees collected amounting to ₱140,187,706.49 represents 93.46% 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	23,597,843.85
Mobile Licensing	476,502.45
Advance Collections (2019-2020)	-
2019 Applicants:	-
2020 Applicants:	-
No. of R/L Applicants	5,152
METAL PLATES (@ P200/pc)	
- No. of Issuances of Metal Plates	-
- Amount	-

UGNAYANs (Farmers' Assembly)

For the month of June, 75 UGNAYANs were conducted, participated in by 1,882 NFA stakeholders.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
UGNAYANs conducted	75
Participants	1,882

PHIL. GRAINS STANDARDIZATION PROGRAM (PGSP)

To check whether the PGSP Rules and Regulations are strictly observed, 485 Grains Business Establishments were inspected. A total of 390 trainings and seminars to advocate PGSP rules and regulations were conducted, participated in by 842 NFA Stakeholders. Three press releases were made.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
Grains Business Establishment Inspected	485
Meetings/Seminars/Trainings;	
Number conducted	390
Number of Participants	842
Press Releases made	3
PGSP Violation cases filed	-

NFA PRIVATE SECTOR RICE IMPORTATION

NFA issued/renewed 48 licenses to importers for this month. Import licenses are different from import permits issued for MAV.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
Number of NFA Licensed Importers	48
- Farmer Organizations	31
- Other Sectors (Non-Farmers)	17

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 May 2018, the following Audit Services were conducted:

I. AUDIT ENGAGEMENTS

- A. Special Audit on Property, Plant and Equipment in Regions III, IV, VII, XI, XII, XV – Audit on-going
- B. Special Audit on Stock Inventory Variance in Regions VIII, NFA-NCR, and NFA-ARMM – Audit report for finalization
- C. Special Audit on Provident Fund Loans in Regions III, IV, VII, XI, XII, XV – Audit on-going
- D. Review of Computation of Perpetual Leave Cards – Two PLCs completed; six on-going

II. Tolerable Allowance (TOLA)

- A. Issued 25 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 June, FDC performed 2 physical and sensory evaluation, 71 chemical analysis, one microanalytical (Filth), 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
 - Completed 8 SL projects: Beef caldereta, Chicken in broth, Chicken hot & spicy, Chicken homestyle, Star meatloaf, Star corned beef cheese, P.Deli sweet chili, P.Deli dinuguan.

Quality Assurance

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

Training Programs

- Implemented/Conducted one training course to the food industry and Government agencies.
- Prepared/revised seven training course materials.
- Prepared three evaluation reports on the implementation of training courses.

Industry Liaison

- Evaluated 48 clients' technical inquiries and recommend FDC analyses/services to meet international standards.
- Maintained FDC website and FDC wifi network
- Monitored and delivered 77 FDC technical reports to stakeholders

ISO Compliance

- Prepared eight reports on QA activities.
- Prepared/reviewed/revised 14 ISO documents.
- Prepared two audit reports for ISO 17025:2005

Operational accomplishment of FDC representing served services to clients for the month of June 2018 amounted to ₱445,540.18. Income from collections received for FDC services (RFDCS) is ₱424,805.00.

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 June 30, 2018, the Registration and Licensing Information System (RLIS) were installed and implemented in six provinces of Region I, in particular, La Union, Benguet, Ilocos Sur, Western Pangasinan, Eastern Pangasinan, and Abra.
- The SOP on the Grant of Magna Carta for NFA Science and Technology personnel submitted/prepared by the Manual Systems Development Section have 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
- Prepared the 2018 Matrix of NFA Corporate Targets as required by the House of Representatives.

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
 - b. Prepared letter to COA-Central Office, requesting for valuation of NFA properties in Lagao, General Santos City and Maitum, Sarangani Province.
2. Evaluation
 - Lease of NFA property in Zamboanga by SOLECCO

Monitoring and Reporting

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

Leap

- Courtesy call to Cong. Sambar re: CY 2019 Budget Proposal

TRAININGS:

In June 2018, NFA facilitated the participation of 28 NFA officials and employees in three internal and nine external trainings.

TITLE		NO. OF PARTICIPANTS	DURATION
I. Internal Trainings		4	
1	Training course requirements for good manufacturing practices in handling and processing foods	1	1-Jun
2	Establishment of thermal process for canned goods	3	June 19-22
II. External Trainings		24	
1	SDC Track 1	2	June 6-8
2	MCLE for lawyers	3	June 6,7,8 &22
3	Quality Customer Service	2	20-Jun
4	Financial Management	1	20-Jun
5	Enhancement for Security Training	11	June 18-23
6	Basic Security Supervisory Course	1	June 18-23
7	2018 ICT International Summit	1	June 21-22
8	Records and Information Management	2	June 26-27
9	Gender Responsive Planning and Budget	1	June 25-28

NFA PERSONNEL COMPLEMENT as of June 30, 2018

No. of Positions

Regular Plantilla	3,868
Central Office	<u>528</u>
Executive	54
Rank & File	474
Field Office	<u>3,340</u>
Executive	107
Rank & File	3,233
CTI Personnel (Rank & File)	301
Central Office	54
Field Office	<u>247</u>
Total	<u><u>4,169</u></u>

ENFORCEMENT AND INVESTIGATION

Nationwide enforcement accomplishment for the month of June 2018: Inspected 8,053 business establishments, apprehended 1,148 grains businessmen with 582 violations resolved, and collected a total of ₱ 129,041 from fines and penalties.

PARTICULARS	
1. No. of grains business establishments inspected	8,053
2. No. of grains businessmen apprehended	1,148
3. No. of apprehensions/violations resolved	582
4. Total fees collected	₱ 129,041

CONTRIBUTION TO THE ECONOMY:

NFA has contributed ₱83,099,702.44 to the country's economy in terms of the following increase in economic activities.

PARTICULARS	AMOUNT
1 Palay Procurement	25,676,523.09
2 Corn Procurement	-
3 Rent Expenses	1,186,868.80
4 Transportation & Deliveries Expenses	3,399,163.30
5 General Services	3,500,320.57
6 Janitorial Services	124,084.19
7 Security Services	23,210,235.03
8 Drying	91,228.99
9 Milling	3,683,915.53
10 Handling	3,975,812.18
11 Tax Witheld from Employees' Compensation	8,324,043.01
12 Tax Witheld from Suppliers of Goods & Services	9,927,507.75
TOTAL	83,099,702.44

Per trial balance as of April 2018

PUBLIC AFFAIRS

1. News Releases:

- NFA awards 250,000 MT rice import contract to five suppliers.
 - NFA rice imports arrive.
 - Marginalized consumers to benefit anew from cheap NFA rice.
 - NFA assures Ivatans of enough rice supply.
 - NFA taking measures to bring down rice prices soonest.
 - NFA starts selling low-priced rice in CARAGA region.
 - NFA starts selling rice in Mindanao as imports arrive.
 - NFA wants more equitable distribution and greater farmer participation in MAV rice importation.
 - NFA conducts “Auction to Bid for Rice Importation” under MAV for 2018.
 - NFA assures sufficient buffer stock as fresh imports arrive.
 - NFA intensifies market monitoring calls on public vigilance over government rice.
 - NFA fast tracks distribution of imported rice.
 - Zero Buffer Stocking: Never Again – NFA
2. Maintained NFA Facebook Account. Posted/reposted PRs and news articles related to NFA
 - Replied to 20 queries on NFA facebook account
 - Monitored 8 twits in NFA twitter account and replied 4 twitter inquiries
 3. Monitored and clipped 199 news items on NFA corporate and agri-related issues and concerns and provided copies to concerned NFA officials.