

National Food Authority

Accomplishment Report

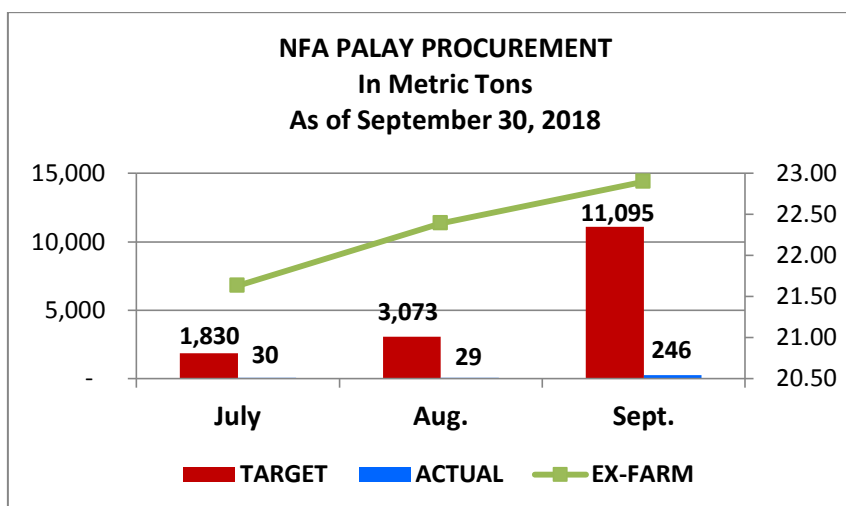
September 2018



MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

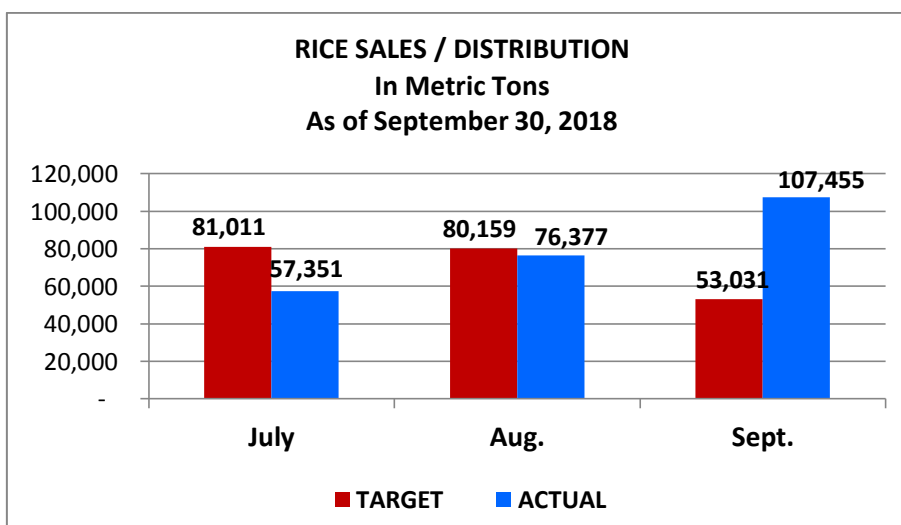
PROCUREMENT

For the month of September 2018, NFA procured 246 MT of palay, which is 2.22% accomplishment of the month's target of 11,095 MT. The continued low procurement is still due to the prevailing high farm-gate prices of palay, at ₱22.90/kg, (as of September 30, 2018), ₱5.90/kg higher than the government's buying price of ₱17.00/kg.



DISTRIBUTION

For the month of September, NFA distributed 107,455 MT of rice, equivalent to 202.63% accomplishment of the month's target of 53,031 MT. Distribution is at high level to make available low-priced NFA rice in the market and address the increasing commercial prices of rice.



FARMERS WHO SOLD PALAY TO NFA FOR THE MONTH OF SEPTEMBER

Particulars	SEPTEMBER 2018			SEPTEMBER 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	5	-	-	40	-	-
Walk-In Farmers	3	-	-	13	-	-
Farmer's Organization	-	-	-	-	-	-
No. of members	7	-	-	88	-	-
TOTAL	15	1,480.16	1,282,282.59	141	16,557.72	14,343,010.11

For September 2018, 15 farmers sold their palay to NFA, 89% lower compared to last year's figure of 141 farmers. Total palay deliveries of 1,480.16 bags, amounting to ₱1,282,282.59 is 91% lower than last year's same period deliveries of 16,557.72 bags, amounting to ₱14.34M.

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 ₱22.39/kg to ₱22.90/kg this month. NFA's buying price for palay is comparatively lower by ₱5.90/kg., compared to the prevailing farmgate price level. NFA's buying prices for yellow and white corn were likewise, lower by ₱2.64/kg. and ₱1.50/kg than the prevailing commercial prices, respectively.

Average Ex-Farm Prices vs NFA Buying Price

(Price per kg.)

September 26, 2018

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	17.00	22.90	(5.90)
YGN	12.30	14.94	(2.64)
WGN	13.00	14.50	(1.50)

Prices of WMR and RMR posted increases of ₱2.15/kg and ₱2.50/kg in the wholesale level, and ₱2.69/kg and ₱2.86/kg in the retail level, respectively. For yellow corn, prices showed increases both in wholesale by ₱0.40/kg and ₱0.38/kg in retail. For white corn, prices showed decreases both in wholesale by ₱1.33/kg, and ₱0.30/kg in retail level.

Average Prevailing Wholesale/Retail Price of Rice and Corn

(Peso per Kg.)

September 26, 2018

Commodity	September	August	Price Diff in (Peso/Kg)
Whole Sale			
WMR	45.93	43.78	2.15
RMR	43.07	40.57	2.50
YGN	20.93	20.53	0.40
WGN	20.42	21.75	(1.33)
Retail			
WMR	49.06	46.37	2.69
RMR	45.75	42.89	2.86
YGN	25.61	25.23	0.38
WGN	27.82	28.12	(0.30)

MFO 3: BUFFER STOCK OF STAPLE CEREALS

RICE STOCK INVENTORY

As of September 30, 2018, NFA stock inventory of 2,568,635 bags (total rice equivalent – TRE) or 128,431.75 MT, is good to last for 4.01 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 September 2018 was 2,391,662.30 bags, an increase of 11.59% from August volume of 2,143,252 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)	2,142,393.70	89.578
Treated	249,215.00	10.420
For treatment	0.00	0.000
Total for Disposition	53.70	
-Sweepings	0.00	0.000
-Partially Damaged	13.70	0.001
Totally Damaged	40.00	0.002
TOTAL	2,391,662.30	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. Eleven 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 September 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, Pampangsa, Tarlac, Bataan), IV (R.O., Batangas, Calapan, Laguna, Lucena, Mamburao & Palawan), VII, XI, XII, XV – Audit rport 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 September, FDC performed two physical and sensory evaluation, 111 chemical analysis, one microanalytical (Filt), and 60 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.

The NFA-FDC has been granted accreditation by the Philippine Accreditation Bureau (PAB) under the Department of Trade and Industry, last September 12, 2018 for Chemical and Biological testing.

Research and Development

- Development and Implementation of R & D projects
 - Prepared one project proposal – Purple Yam spread
 - Prepared progress report for Arsenic in Rice project.
 - Prepared final report on the Product Development of Spicy Garlic in Oil.

Quality Assurance

- Implemented one pilot plant project
- Prepared three plant inspection plans, seven inspection checklist and one plant inspection report.

Training Programs

- Implemented/Conducted two training course to the food industry and Government agencies.

Industry Liaison

- Evaluated 94 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 11 reports on QA activities.
- Prepared/reviewed/revised four ISO documents.
- Prepared one audit report for ISO 9001:2015

Operational accomplishment of FDC representing served services to clients for the month of September 2018 amounted to ₱ 449,378.34 Income from collections received from clients for FDC services (RFDCS) is ₱ 492,697.00.

LEGAL AFFAIRS

For the month, 270 activities pertaining to adjudication, documentation and litigation were undertaken:

Adjudication	57
FC prepared and transmitted to AO for approval	1
Received served copies of motions/other pleadings from respondents and served to H.O.	10
Notice/s of Pre-hearing Conf. Issued and Served to respondents	1
Pre-hearing Conference/Pre-hearing conducted	1
Pre-hearing Orders issued and served to respondents	2
Formal hearing conducted	1
Motions, JA's, pleadings filed and served to concerned parties	10
Issuance of Subpoena Ad Testificandum	0
Posiiothn paper/s submitted	4
Drafting of FIR's, decisions and resolutions	11
Reproduction & service or mailing of approved, final and executory decisions	1
Resolution of motion for reconsideration	3
Legal Assistance to BAC, other Commiittees at Central and Field Offices	12
Documentation & Legal Research	38
Contracts reviewed/evaluated	11
Opinions rendered	18
Memos re. Notice of Disallowance	9
Opening of Bids/Sealed Canvass	0
Pre-Bid Conference (TWG)/Post Qualification	0
Litigation	175
Hearing/s attended by Lawyers	15
Pleadings, memoranda & related documents prepared by Lawyers	10
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	25
Certifications/COC of no pending case	125
TOTAL	270

CORPORATE PLANNING AND MANAGEMENT SERVICES

Information Technology/Systems Development/SOPs

- The revised SOP submitted by the Manual Systems Development Division for the month of September 2018 on the I/G on Designation, Fielding, Reassignment and Relief of Sr. SGOOs and Acting SGOOs has been approved.

Corporate Planning

- Gender Responsive Planning and Budgetting
- Letter to Mator Pulmones on the transfer of Zamboanga City Regional Office to Pagadian City.

Corporate Development and/or Evaluation:

1. Divestment of Assets
 - a. On-going Complete Staff Work (CSW)
 - FLGC III Maragusan, Compostela Valley
 - Maramag, Bukidnon
 - Bugallon, North Ramon, Isabela
2. Evaluation
 - Request to rent portion of NAWACCO property as Hotel parking
 - Request for additional road right of way by PAGASA in San Roque, San Jose Occidental Mindoro

Monitoring and Reporting

- Visibility Reports from Field Offices – Liaison with LGUs and Congressmen.
- Attended NAPC convergence meeting

LEAP

- Prepared materials/attended Senate and Congress Budget Hearing for FY 2019
- Attended Senate sessions regarding amendments to the revised Tariffication Bill

TRAININGS:

In September 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		87	
1	The Update of RA 9184 and its Revised 2016 Implementing Rules and Regulation	51	September 6-7
2	Pre-Retirement Seminar	36	27-Sep
II. External Training		12	
1	TransGlobal Leadership	1	12-Sep
2	WED development Course	2	September 3-7
3	31st National Rice R4D Conference	2	September 6-7
4	57th PAFT Annual Convention	3	September 12-14
5	GAD Inclusiveness	1	September 5-7
6	Basic Calibration Modules	2	September 28-29
7	Internal Quality Audit	1	September 11-12
TOTAL		99	

NFA PERSONNEL COMPLEMENT as of September 30, 2018

No. of Positions

Regular Plantilla	3,867
Central Office	<u>529</u>
Executive	54
Rank & File	475
Field Office	<u>3,336</u>
Executive	107
Rank & File	3,231
CTI Personnel (Rank & File)	294
Central Office	53
Field Office	<u>241</u>
Total	<u><u>4,161</u></u>

ENFORCEMENT AND INVESTIGATION

Nationwide enforcement accomplishment for the month of September 2018: Inspected 63,480 business establishments, apprehended 1,484 grains businessmen with 1,077 violations resolved, and collected a total of ₱ 1,039,861.96 from fines and penalties.

PARTICULARS	
1. No. of grains business establishments inspected	63,480
2. No. of grains businessmen apprehended	1,484
3. No. of apprehensions/violations resolved	1,077
4. Total fees collected	₱ 1,039,861.96

Nationwide Regional/Provincial Consolidated Report on “Task Force NFA Kontra Abuso”

PARTICULARS	
1. No. of messages received	156
2. No. of calls received	38
3. No. of e-mail received	0
TOTAL	194

Actions taken:

PARTICULARS	
1. No. of complaints resolved	167
2. No. of complaints still pending with the concerned field offices	23
3. No. of complaints subject for SSID investigation	2
4. No. of complaints not NFA related	2

CONTRIBUTION TO THE ECONOMY:

NFA has contributed ₱74,553,259.15 to the country's economy in terms of the following increase in economic activities.

PARTICULARS		AMOUNT
1	Palay Procurement	-
2	Corn Procurement	-
3	Rent Expenses	4,605,654.59
4	Transportation & Deliveries Expenses	4,617,909.18
5	General Services	3,983,727.24
6	Janitorial Services	1,182,700.14
7	Security Services	27,724,585.31
8	Drying	2,051.13
9	Milling	33,696.72
10	Handling	15,991,018.51
11	Tax Witheld from Employees' Compensation	8,203,771.97
12	Tax Witheld from Suppliers of Goods & Services	8,208,144.36
TOTAL		74,553,259.15

Per trial balance as of July 2018

PUBLIC AFFAIRS

1. News Releases:

- Employees rally against NFA abolition
- NFA supplies 80% of Zamboanga rice requirements
- There is no rice shortage – NFA
- There is sufficient rice supply
- NFA Council approves additional 250,000 MT rice imports
- NFA-FDC to hold Basic Sensory Evaluation for Food testing and Product development training
- Prices of commercial rice in Zamboanga lower as NFA intervenes
- NFA readies rice supply as typhoon Mangkhut nears
- NFA prepares logistics for palay buying
- NFA services continues
- NFA rice shipment in Subic cleared by quarantine bureau
- NFA rice stocks reposition in areas to be hit by Ompong
- NFA releases 4,812 bags of rice for Ompong
- NFA releases more than 12,000 bags of rice for Ompong victims
- Food security mandate requires operational autonomy
- NFA releases more than 32,000 bags of rice for Ompong victims

- NFA assures sufficient rice stocks in areas hit by Ompong
- NFA welcomes return to agri department
- Feeding activity kicks off 21st National Grains Industry Week
- Government auctions 100,000 MT rice imports for ZABASULTA
- NFA deploys Palengke Watchers for rice monitoring
- NFA gears up for intensive palay procurement
- NFA rice now available in supermarkets
- NFA officials clarify Hontiveros allegations

2. Photo Releases:

- NFA Employees protests against abolition
- NFA rice for relief operations in Bataan
- NFA Tagpuan day in Zamboanga
- Tagpuan day in Romblon
- NFA ties up with DTI and PAGASA to sell rice in supermarkets

3. Maintained NFA Facebook Account. Posted/reposted PRs and news articles related to NFA
- Replied to 560 queries on NFA facebook account
 - Monitor and manage NFA twitter account @bigas_NFA
4. Monitored and clipped 708 news items on NFA corporate and agri-related issues and concerns and provided copies to concerned NFA officials.