

National Food Authority

Accomplishment Report

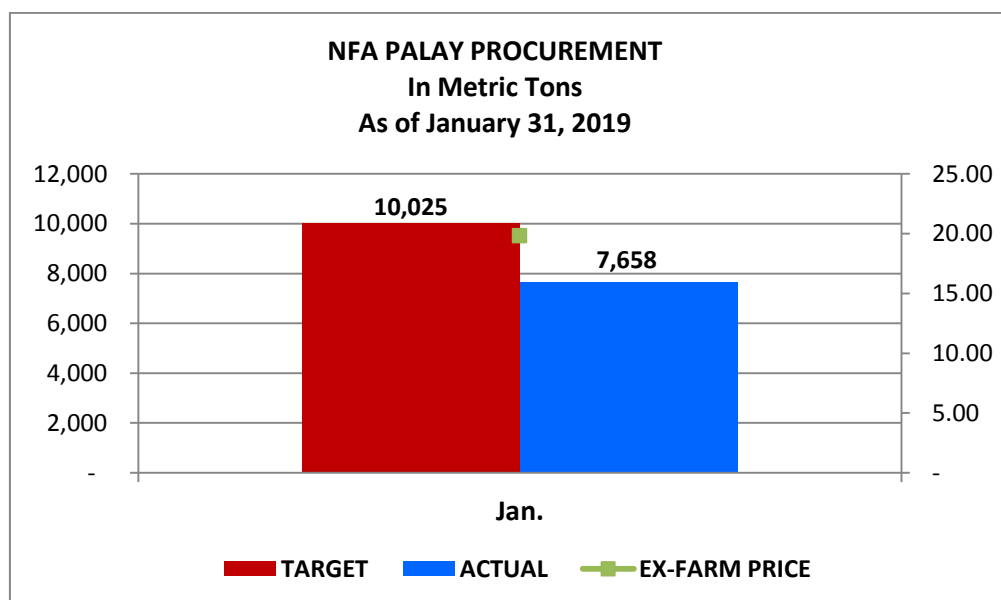
January 2019



MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

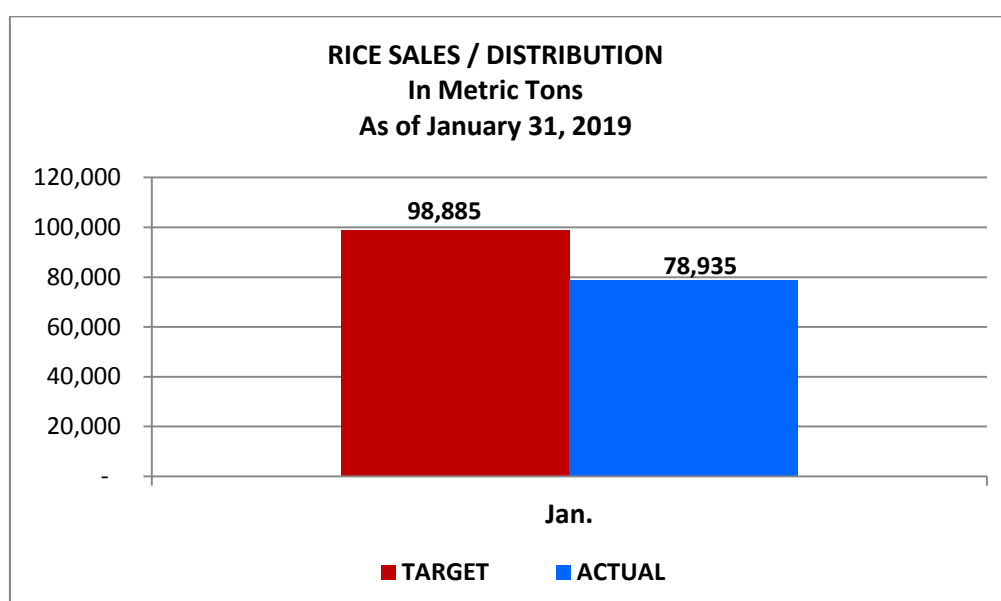
PROCUREMENT

For the month of January 2019, NFA procured 7,658 MT of palay, which is 76.39% accomplishment of the month's target of 10,025 MT. The increase in procurement can be attributed to the additional ₱3.00 incentive given by NFA as Buffer Stocking Incentive (BSI).



DISTRIBUTION

For the month of January, NFA distributed 78,935 MT of rice, equivalent to 79.83% accomplishment of the month's target of 98,885 MT.



PRICES

Based on the Philippine Statistics Authority (PSA) summary of commercial palay/rice prices, the average ex-farm price posted a decrease of ₱0.25 from last month's price of ₱20.08 to ₱19.38 for this month. NFA's buying price for palay is comparatively lower by ₱2.38/kg., compared to the prevailing farmgate price level. NFA's buying prices for yellow, and white corn were lower by ₱1.63/kg., ₱1.03/kg., respectively.

Average Ex-Farm Prices vs NFA Buying Price

(Price per kg.)

January 31, 2019

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	17.00	19.83	(2.83)
YGN	12.30	13.93	(1.63)
WGN	13.00	14.03	(1.03)

NFA started to buy palay at ₱20.70/kg. with the approval of Buffer Stocking Incentive (BSI) on October 12, 2018, consists of basic buying price of palay at ₱17.00/kg with additional incentives of ₱0.30 for CDIF, ₱0.20 for delivery fee, ₱0.20 for drying fee and ₱3.00 for Buffer Stocking.

Both wholesale and retail prices of WMR and RMR posted decreases of ₱0.38/kg. and ₱0.47/kg. in the wholesale level, and ₱0.31/kg. and ₱0.42/kg. in retail level, respectively. For yellow corn, wholesale and retail prices, manifested decreases of ₱0.19/kg. and ₱0.60/kg. but showed a slight increase of ₱0.02/kg. in wholesale and a decrease of ₱0.70/kg. in retail level.

Average Prevailing Wholesale/Retail Price of Rice and Corn

(Peso per Kg.)

January 31, 2019

Commodity	January	December	Price Diff in (Peso/Kg)
Whole Sale			
WMR	41.60	41.98	0.38
RMR	38.47	38.94	0.47
YGN	20.30	20.49	0.19
WGN	20.75	20.73	(0.02)
Retail			
WMR	45.09	45.40	0.31
RMR	41.41	41.83	0.42
YGN	25.41	26.01	0.60
WGN	28.12	28.82	0.70

MFO 3: BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED

RICE STOCK INVENTORY

As of January 31, 2019, NFA stock inventory of 5,952,327 bags (total rice equivalent –TRE) or 297,616 MT, is good to last for 9.13 days, based on the 2018 national daily rice consumption requirement of 32,013 MT, while based on the Average Daily Sales (ADS) of 3,350 MT, at a market participation of 10.28%, NFA stocks is expected to last for 88.85 days.

NATIONAL QUALITY ASSESSMENT (QSAR) OF NFA STOCKS

The total volume of assessed NFA stored grains as of the end of January 2019 was 6,262,814 bags, composed of palay, milled rice and corngrains, an increase of 164% from the December 2018 volume of 2,363,556 bags. Stocks fit as food (rice) and feed (corn) represent 99.997% of the total assessed grains. Stocks for disposition were 228.50 bags (0.003%) composed of 76.90 bags (0.001%) partially damaged stocks, and 151.60 bags (0.002%) of totally damaged milled rice.

CLASSIFICATION/ CONDITION OF STOCKS	Quantity (in 50-kg bags)	PERCENTAGE (%)
Good Quality (GQ)	6,163,340.00	98.412
Treated	99,246.40	1.585
For treatment	0.00	0.000
Total for Disposition	228.50	
-Sweepings	0.00	0.000
-Partially Damaged	76.90	0.001
Totally Damaged	151.60	0.002
TOTAL	6,262,814.90	100%

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

REGISTERED/LICENSED GRAINS BUSINESSMEN

For the month of January, NFA registered and licensed 14,262 applicants, 586 of whom availed of the three-year (2020-2022) advance-license scheme. Total R/L collections on grains business activities amounted to ₱36,969,632.24, which include collection from mobile licensing at ₱2,657,555.12, and ₱593,170.60 from advance license collections. 1,290 metal plates were issued/sold for ₱258,000. The R/L fees collected is at 24.32% of the annual targeted collection of ₱152M.

PARTICULARS	
R/L Fees Collection	36,969,632.24
Mobile Licensing	2,657,555.12
Advance Collections (2019-2020)	593,170.60
2020 Applicants: 367	220,976.00
2021 Applicants: 218	370,874.60
2022 Applicants: 1	1,320.00
No. of R/L Applicants	14,262
METAL PLATES (@ P200/pc)	
- No. of Issuances of Metal Plates	1,290
- Amount	258,000.00

UGNAYANs (Farmers' Assembly)

For the month of January, 22 UGNAYANs were conducted, participated in by 612 NFA stakeholders.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
UGNAYANs conducted	22
Participants	612

CUSTOMER-ASSISTANCE

Through its nationwide Customer-Assistance Units (CAU), NFA responded to/assisted 2,309 stakeholders. Most of the assistance rendered were on requests for farmer's passbook, renewal of NFA license, delivery date of NFA rice allocation, and R/L requirements of new applicants. 6 complaints were also received mostly on availability of NFA rice, and have been addressed/referred to appropriate NFA field offices, respectively.

Type of Assistance Rendered

SUMMARY OF CAU SERVICES	ACCOMPLISHMENT
Inquiries	572
Requests	1,731
Complaints	6
Total Assistance Rendered	2,309

PHIL. GRAINS STANDARDIZATION PROGRAM (PGSP)

To check whether the PGSP Rules and Regulations are strictly observed, 4,204 Grains Business Establishments were inspected. Some 1,742 trainings and seminars to advocate PGSP rules and regulations were conducted, participated in by 4,902 NFA Stakeholders and 7 press releases were made.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
Grains Business Establishment Inspected	4,204
Meetings/Seminars/Trainings; Number conducted	1,742
Number of Participants	4,902
Press Releases made	7
PGSP Violation cases filed	-

NFA PRIVATE SECTOR RICE IMPORTATION

NFA issued/renewed 56 licenses to importers for this month. Import licenses are different from import permits issued for MAV.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
Number of NFA Licensed Importers	56
- Farmer Organizations	8
- Other Sectors (Non-Farmers)	48

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 January 2019, the following Audit Services were conducted:

I. AUDIT ENGAGEMENTS

- A. Special Audit on Distribution in Region III (Nueva Ecija, Bulacan), Region V (Naga & Legazpi), Region XIII (EDO & CDO) – Audit report completed
Region XIII (SDO, NDO & Cavite) – Audit report for finalization
- B. e-IFOMIS TOLA Module Implementation in Batangas & Laguna – Rolling-out On-going
- C. Fact finding Investigation Team to conduct investigation on Alleged NFA issues/regularities raised during the 2/27/2018 Senate Hearing – ON-going
- D. Milling Committee Report for the Validation on the Alleged Misclassified Palay in NFA Maguindanao – Report preparation.
- E. Review of computation of Perpetual Leave Cards – 1 completed and 4 on-going
- F. 2018 Central Office Year-end Physical Count of PPE – Completed

II. Tolerable Allowance (TOLA)

- A. Issued 28 Certifications of Stock (Grains and MTS) Accountabilities of NFA officials and rank and file employees.
- B. Entertained queries from different NFA Regional Offices regarding TOLA matters.

FOOD DEVELOPMENT CENTER

Testing

For the month of January, FDC performed 17 physical and sensory evaluation, 243 chemical analysis, two micro analytical, and 176 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 final progress report on Arsenic in Rice, Mycotoxin in Rice, Heavy Metals in Rice

Quality Assurance

- Implemented one Pilot Plant project
- Conducted five inspections of food manufacturing plants and issue compliance certificate

Training Programs

- Implemented three training courses to the food industry and Government agencies.
- Developed/Improved five training course materials.
- Evaluated the implementation of three training courses.

Industry Liaison

- Evaluated 61 clients' technical needs and requirements of industry clients.
- Maintained FDC website and FDC wifi network
- Monitored and delivered 226 FDC technical reports to stakeholders

ISO Compliance

- Implemented 12 QA activities for testing laboratories.
- Prepared one audit report for ISO 9001:2015

LEGAL AFFAIRS

For the month, 305 activities pertaining to adjudication, documentation and litigation were undertaken, details of which are as follows:

LEGAL AFFAIRS DEPARTMENT

As of January 31, 2019

Adjudication	36
Recording/Docketing of Cases	8
Pre-Hearing Conference/Formal Hearing Conducted	12
Reproduction & service or mailing of approved, final and executory Decision/s	1
Support Functions	11
Personnel Action	1
Report Compliance	2
Actions on requests for certification from CO and Fos	1
Documentation & Legal Research	20
Contracts reviewed/evaluated	5
Opinions rendered	10
Pre-Bid Conference (TWG)/Post Qualification	0
Notice of Disallowance	5
Litigation	249
Hearing/s attended by Lawyers	17
Pleadings, memoranda & related documents prepared by Lawyers	8
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	27
Certifications/COC of no pending case	197
TOTAL	305

CORPORATE PLANNING AND MANAGEMENT SERVICES

Information Technology/Systems Development/SOPs

- As of January 31, 2019, Implementation and training of RAOs and PAOs for HURIS were also completed, all in awareness of the Data Privacy Act of 2012. Firewall appliance, as required in the HURIS access, were also installed and configured.
- To date, the development of the Electronic Integrated Financial Operation and Management Information System (e-IFOMIS) is at 96.99%. This covers the evaluation and validation of the results of pilot listings.

Corporate Planning

- Preparation and Submission of the Official 2017 PBB Result
- Preparation and Submission to COA, NFA's Quarterly Report on Government PPAs for 2018
- Prepared/Consolidate comments on the Draft Substitute Bill re: Warehouse Receipt Law
- Submitted the Specific Proposed Provisions/Guidelines/Rules for the IRR on the Rice Tariffication Bill
- Submitted/Consolidate comments/positions for Rice Tariffication Bill
- Submitted form no. 701 – Proposed provisions for fiscal year 2019
- Prepared request letter to Privatization Management Office (PMO) re. Status of the account of NFA on MINPROCOR properties

Corporate Development and/or Evaluation:

1. Divestment of Assets
 - a. On-going Complete Staff Work (CSW)
 - Gulayon, Dipolog City
 - Partial divestment of NFA-NDO ACA property

Monitoring and Reporting

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

LEAP

- Attended LEAP Committee meeting
- Attended Congressional Initial Deliberation
- Attended Congressional Hearing

TRAININGS:

In January 2019, NFA facilitated the participation of 25 NFA officials and employees in 1 internal and 1 external trainings.

TITLE	NO. OF PARTICIPANTS	DURATION
I. Internal Training	24	
1 Suggested Retail Price and Prescribed Labelling	24	16-Jan
II. External Training	1	
1 CSC Policies and Procedures on Appointments (ORA_OHRA)	1	Jan. 29 - 31
TOTAL	25	

NFA PERSONNEL COMPLEMENT as of January 31, 2019

No. of Positions

Regular Plantilla	3,855	
Central Office		<u>521</u>
Executive		49
Rank & File		472
Field Office		<u>3,334</u>
Executive		108
Rank & File		3,226
CTI Personnel (Rank & File)	282	
Central Office		50
Field Office		<u>232</u>
Total		<u><u>4,137</u></u>

ENFORCEMENT AND INVESTIGATION

For the nationwide enforcement accomplishment for the month of January 2019: 9,864 business establishments were inspected, 382 grains businessmen were apprehended with 286 violations reported. Total administrative fees / penalties collected amounted to P116,480

PARTICULARS	
1. No. of grains business establishments inspected	9,864
2. No. of grains businessmen apprehended	382
3. No. of apprehensions/violations resolved	286
4. Total fees collected	P 116,480

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

For the “Task Force NFA Kontra Abuso” report for the period January 1-31, 2019, of the 32 complaints received, 26 complaints referred/forwarded to the concerned field offices, and six not related to NFA.

PARTICULARS	
1. No. of text messages received	23
2. No. of calls received	9
3. No. of e-mail received	0
TOTAL	32

Actions taken:

PARTICULARS	
1. No. of complaints resolved	26
2. No. of complaints still pending with the concerned field offices	0
3. No. of complaints subject for SSID investigation	0
4. No. of complaints not NFA related	6

CONTRIBUTION TO THE ECONOMY:

As of November 2018, NFA contributed ₱760,142,456.10 to the country's economy in terms of the following increase in economic activities:

PARTICULARS		A MOUNT
1.	Palay Procurement	606,272,018.81
2.	Corn Procurement	-
3.	Rent Expenses	4,752,547.05
4.	Transportation & Deliveries Expenses	40,498,146.10
5.	Storage	-
6.	General Services	5,098,651.07
7.	Janitorial Services	1,491,723.59
8.	Security Services	32,272,408.97
9.	Drying	8,094,801.89
10.	Milling	-
11.	Handling	29,482,720.00
12.	Tax Withheld from Employees' Compensation	8,779,391.49
13.	Tax Withheld from Suppliers of Goods & Services	23,400,047.13
TOTAL		760,142,456.10

Per trial balance of November, 2018

PUBLIC AFFAIRS

1. News Releases

- NFA releases more than 6,000 bags of rice for Usman victims
- NFA issues 8,730 bags of rice for Typhoon Usman victims
- NFA issues 13,730 bags of rice for Typhoon Usman victims
- NFA intensifies palay procurement for buffer stocking
- Training on Basic Sensory Evaluation for Food Testing and Product Development
- Stakeholders send resolutions and letters of support to NFA
- Farmers, Retailers call for President's veto of rice tariffication bill

These releases merited publication in the following newspapers:

Phil. Daily Inquirer (3x) Daily Tribune (2x), Business Mirror, Phil. Star, Malaya, Manila Bulletin and Business World

2. Communication Plan re: NFA Procurement Plan 2019
3. Implications of Senate Bill (SB) No. 1998 (Rice Tariffication Law) on the food industry
4. Suggestion for the Implementing Rules and Regulations (IRR)

5. Freedom of Information FOI:
 - Acted on the request of Ms. Maria Dabon re: Trade Statistics for Rice and Corn in Central Visayas
 - Coordinated with GMOD and Region 7 for the requested data
 - Prepared letter to Ms. Dabon requesting for an extension for the needed data
 - Assisted FOI Receiving Officer of Region III re: FOI flow chart in relation to NFA Region III ISO Certification
6. Replied to 344 queries on NFA Facebook Account
 - Endorsed to SSID, three queries from NFA Facebook page
7. Maintained NFA Facebook Account. Posted/reposted PRs and news articles related to NFA
 - Replied to 21 queries on NFA facebook account
 - Monitored 15 twits in NFA twitter account and replied 4 twitter inquiries
8. Monitored and clipped 205 news items on NFA corporate and agri-related issues and concerns and provided copies to concerned NFA officials.