

National Food Authority

Accomplishment Report

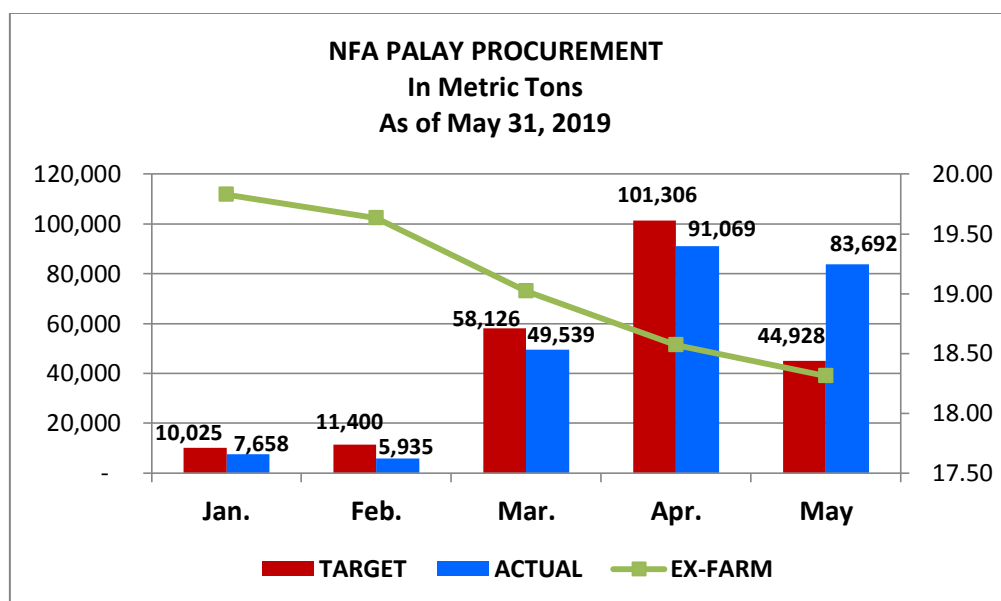
May 2019



MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

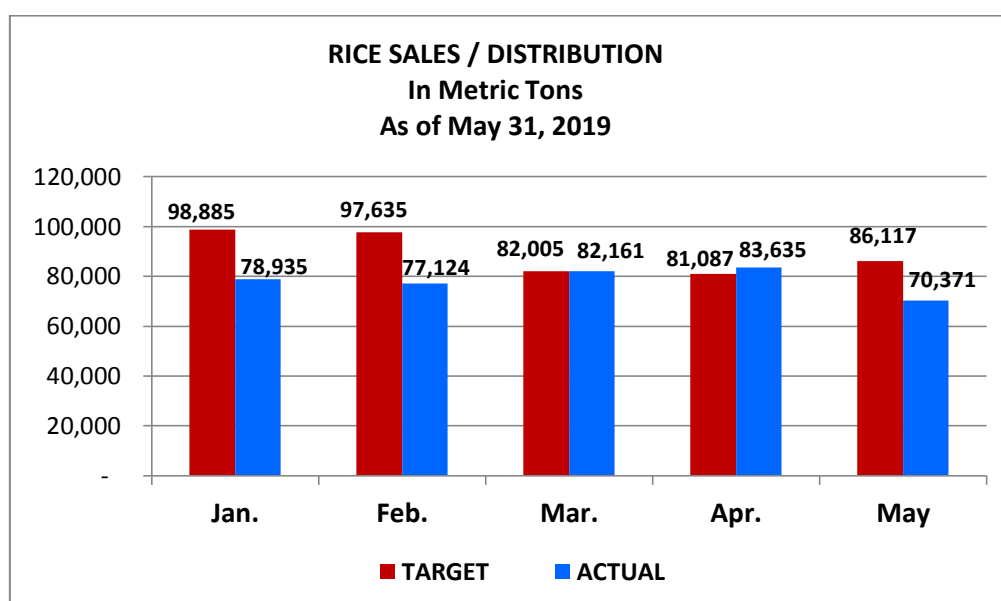
PROCUREMENT

For the month of May 2019, NFA procured 83,692 MT of palay, which is 186.28% accomplishment of the month's target of 44,928 MT. The increase in procurement is attributed to the additional ₱3.00 incentive given by NFA as Buffer Stocking Incentive (BSI), and the onset of harvest season.



DISTRIBUTION

For the month of May, NFA distributed 70,371 MT of rice, equivalent to 81.72% accomplishment of the month's target of 86,117 MT.



PRICES

Based on the Philippine Statistics Authority (PSA) summary of commercial palay/rice prices, the average ex-farm price for palay posted a decrease of ₱0.30 from last month's price of ₱18.57 to ₱18.27 for this month. NFA's buying prices for yellow, and white corn were lower by ₱2.07/kg., ₱3.20/kg., respectively.

Average Ex-Farm Prices vs NFA Buying Price

(Price per kg.)

May 31, 2019

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	17.00	18.27	(1.27)
YGN	12.30	14.07	(2.07)
WGN	13.00	16.20	(3.20)

Both wholesale and retail prices of WMR and RMR posted decreases of ₱0.45/kg. and ₱0.42/kg. in the wholesale level, and ₱0.55/kg. for both in the retail level. For yellow and white corn, wholesale and retail prices, showed decreases of ₱0.44/kg. and ₱0.17/kg. respectively

Average Prevailing Wholesale/Retail Price of Rice and Corn

(Peso per Kg.)

May 31, 2019

Commodity	May	April	Price Diff in (Peso/Kg)
Whole Sale			
WMR	39.50	39.95	0.45
RMR	35.85	36.27	0.42
YGN	19.79	20.23	0.44
WGN	22.63	22.77	0.14
Retail			
WMR	43.17	43.72	0.55
RMR	38.80	39.35	0.55
YGN	24.68	24.85	0.17
WGN	29.12	29.19	0.07

RICE STOCK INVENTORY

As of May 31, 2019, NFA stock inventory of 10,993,334 bags (total rice equivalent –TRE) or 549,666.70 MT, is good to last for 16.86 days, based on the 2019 national daily rice consumption requirement of 32,013 MT. Based on the Average Daily Sales (ADS) of 2,944 MT, with a market participation of 9.03%, NFA stocks would last for 186.71 days.

NATIONAL QUALITY ASSESSMENT (QSAR) OF NFA STOCKS

The total volume of assessed NFA stored grains as of the end of May 2019 was 12,942,691.40 bags, composed of palay and milled rice, an increase of 4.72% from the April volume of 12,359,336 bags. Milled rice stocks fit as food (rice) represent 99.997% of the total assessed grains. Stocks for disposition were 284.60 bags (0.003%) composed of 93.00 bags (0.001%) partially damaged stocks, and 191.60 bags (0.002%) of totally damaged milled rice.

CLASSIFICATION/ CONDITION OF STOCKS	Quantity (in 50-kg bags)	PERCENTAGE (%)
Good Quality (GQ)	12,366,304.30	95.546
Treated	570,543.50	4.408
For treatment	5,559.00	0.043
Total for Disposition	284.60	
-Sweepings	0.00	0.000
-Partially Damaged	93.00	0.001
Totally Damaged	191.60	0.002
TOTAL	12,942,691.40	100%

INTERNAL AUDIT SERVICES

In May 2019, the following Audit Services were conducted:

I. AUDIT ENGAGEMENTS

- A. On-going preparation of investigation report of the Fact Finding Investigation Team on the Alleged NFA issues/regularities raised during the 2/27/2018 Senate Hearing for Regions I – XV.
- B. Review of computation of Perpetual Leave Cards – two completed and six on-going.

II. Tolerable Allowance (TOLA)

- A. Issued 19 Certifications of Stock (Grains and MTS) Accountabilities of NFA officials and rank and file employees.

FOOD DEVELOPMENT CENTER

Testing

For the month of May, FDC performed eight physical and sensory evaluation, 232 chemical analysis, two micro analytical, and 75 microbiological analysis and six package testing evaluations, 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 four progress reports on Arsenic in Rice, Mycotoxin in Rice, Heavy Metals in Rice, LRME
 - Prepared annual report on Arsenic in rice project – on-going

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.
- Prepared/revised five lecture/exercises for the development/improvement of training course materials
- Prepared evaluation reports on 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 155 FDC technical reports to stakeholders

ISO Compliance

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

Collection on services to clients for the month of May 2019 amounted to **₱375,520.41**

LEGAL AFFAIRS

For the month, 333 activities pertaining to adjudication, documentation and litigation were undertaken:

LEGAL AFFAIRS DEPARTMENT

As of May 31, 2019

Adjudication	27
Submission of Position Papers, Memoranda, and other pleadings	10
Support Functions	13
Report Compliance	4
Documentation & Legal Research	33
Contracts reviewed/evaluated	13
Opinions rendered	12
Notice of Disallowance	7
Opening of sealed canvass	1
Litigation	273
Hearing/s attended by Lawyers	15
Pleadings, memoranda & related documents prepared by Lawyers	6
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	30
Certifications/COC of no pending case	222
TOTAL	333

CORPORATE PLANNING AND MANAGEMENT SERVICES

Information Technology/Systems Development/SOPs

- As of May 31, 2019, 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

- Prepared reports on MANCOM meetings held on May 3, and 27, 2019
- Support Group for Change Management Team CMT
 - Reviewed/prepared proposed organizational structure for the Central Office
 - Functional review of Central Office Departments
 - Consultative meetings with Central Office Departments
 - Attended CMT meetings

Corporate Development and/or Evaluation:

1. Asset Rationalization Program
 - a. On-going Complete Staff Work (CSW) for the divestment of the following:
 - Plaridel Lots in Quezon
 - Bacolod swapping of property
 - Maramag, Bukidnon
 - Catalunan Grande
 - b. Updated the Fair Market Value of properties for divestment including prioritization of disposition over a 5-year period.
 - c. Provided the field offices with guidelines in computing/estimates the fair market value of properties.

Monitoring and Reporting

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

TRAININGS:

In March 2019, NFA facilitated the participation of four NFA officials and employees in four external trainings.

TITLE		NO. OF PARTICIPANTS	DURATION
I. Internal Training		0	
1			
II. External Training		4	
1	Mandatory Continuing Legal Education	1	Mar. 27 - 31
2	Mandatory Continuing Legal Education	1	Mar. 11 - 14
3	Lecture/Workshop on Development of National Food Safety Indicators	1	Mar. 18 - 20
4	17th National Convention of Lawyers	1	Mar. 28 - 29
TOTAL		4	

NFA PERSONNEL COMPLEMENT as of May 31, 2019

No. of Positions

Regular Plantilla	3,842
Central Office	<u>515</u>
Executive	50
Rank & File	465
Field Office	<u>3,327</u>
Executive	101
Rank & File	3,226
CTI Personnel (Rank & File)	276
Central Office	49
Field Office	<u>227</u>
Total	<u><u>4,118</u></u>

CONTRIBUTION TO THE ECONOMY:

For the month of May 2019, NFA contributed ₱2,293,695,669.74 to the country's economy in terms of the following increase in economic activities.

PARTICULARS		AMOUNT
1.	Palay Procurement	2,114,595,255.24
2.	Corn Procurement	-
3.	Rent Expenses	18,001,742.33
4.	Transportation & Deliveries Expenses	50,695,337.43
5.	Storage	-
6.	General Services	2,680,529.62
7.	Janitorial Services	161,165.50
8.	Security Services	26,054,694.47
9.	Drying	16,726,326.01
10.	Milling	63,226.40
11.	Handling	36,576,959.96
12.	Tax Witheld from Employees' Compensation	9,929,757.51
13.	Tax Witheld from Suppliers of Goods & Services	18,210,675.27
TOTAL		2,293,695,669.74

Per trial balance of April, 2019