

# National Food Authority

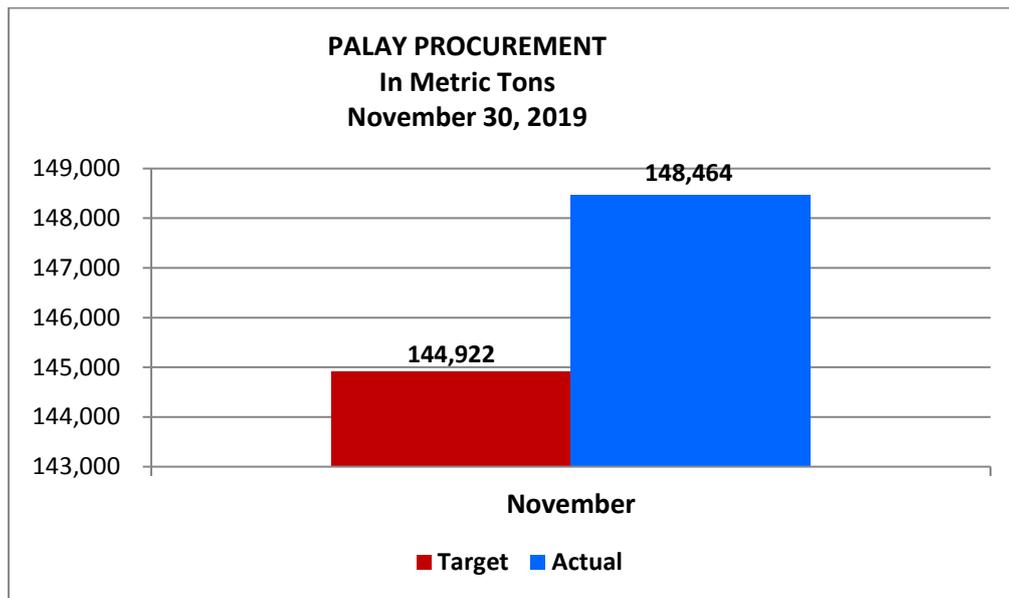
November 2019  
Accomplishment Report



## I. SUPPLY AND PRICE OF STAPLE CEREALS

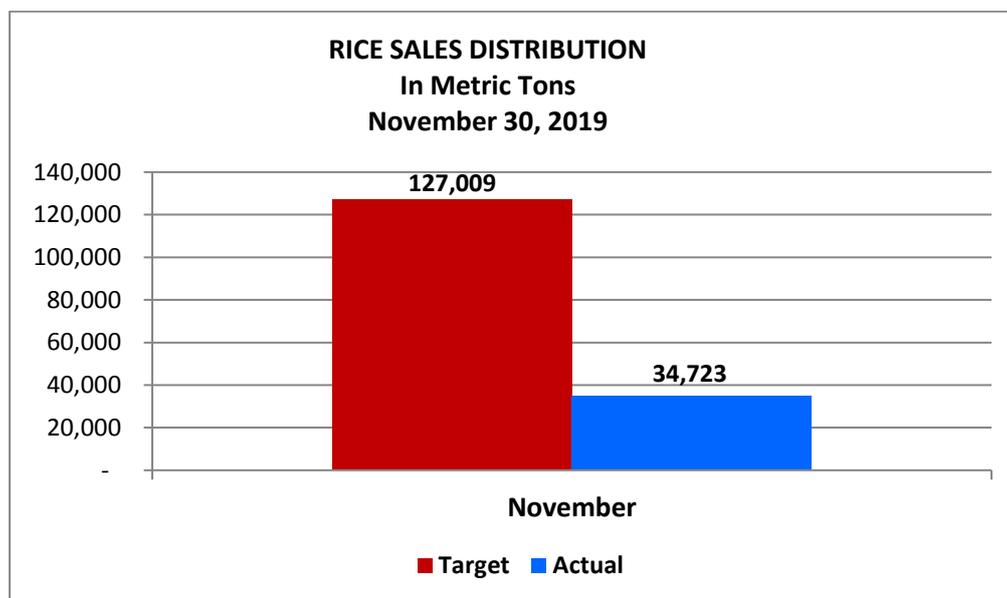
### PROCUREMENT

For the month of November 2019, NFA procured 148,464 MT of palay, which is 102% accomplishment of the month's target of 144,922 MT. The high procurement is attributed to the onset of harvest season and high buying price of NFA at ₱19.00/kg. The January to November 2019 procurement is 88.85% accomplishment or 642,361 MT of palay procured of the annual operational target of 723,000 MT, and 165% accomplishment of the original Council-approved of 389,000 MT procurement target for the year.



## **DISTRIBUTION**

For the month of November, NFA distributed 34,723 MT of rice, equivalent to 27.34% accomplishment of the month's target of 127,009 MT. The low distribution can be attributed to abundant supply of imported rice in market. January to date accomplishment is 65.72%, or 674,082 MT of the annual target of 1,025,710 MT.



## **PRICES**

Based on the Philippine Statistics Authority (PSA) summary of ex-farm prices of palay/rice, the average ex-farm price posted a slight increase of ₱0.05 from last month's price of ₱15.49 to ₱15.54 for this month. This is ₱ 3.46/kg. lower than the buying price of NFA at ₱19.00. Likewise, prices of yellow corn & white corn in the wholesale and retail levels posted decreases of ₱ 0.13/kg and ₱1.19/kg and ₱ 0.10/kg and ₱0.07/kg. respectively

### **Average Ex-Farm Prices vs NFA Buying Price**

(Price per kg)  
November 30, 2019

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	19.00	15.54	<b>(3.46)</b>
YGN	12.30	11.98	<b>0.32</b>
WGN	13.00	13.35	<b>(0.35)</b>

### **Average Prevailing Wholesale / Retail Price of Rice and Corn**

(Peso per Kg.)  
November 30, 2019

<i>Commodity</i>	<i>November</i>	<i>October</i>	<i>Price Diff in (Peso/Kg)</i>
<b>Wholesale</b>			
WMR	37.32	37.81	(0.49)
RMR	41.55	41.86	(0.31)
YGN	21.05	21.15	(0.10)
WGN	17.00	17.13	(0.13)
<b>Retail</b>			
WMR	33.23	33.74	(0.51)
RMR	36.72	37.22	(0.50)
YGN	25.70	25.77	(0.07)
WGN	26.70	27.89	(1.19)

Wholesale and retail prices of WMR and RMR posted decreases of ₱ 0.10/kg and ₱ 0.31/kg and ₱ 0.51/kg and ₱ 0.50/kg respectively.

## II. BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED

### RICE STOCK INVENTORY

As of November 30, 2019, NFA's stock inventory of 10,224,954 bags (total rice equivalent – TRE) or 511,248 MT, is good to last for 15.69 days, based on the 2019 national daily rice consumption requirement of 32,593 MT.

### TECHNICAL RESEARCH AND SERVICES DEPARTMENT

#### Stocks Maintained in Safe & Consumable Condition

##### *National Quality Assessment (QSAR) of NFA Stocks*

The total volume of assessed NFA stored grains as of November 30, 2019 was 13,311,649.60 bags, composed of palay, milled rice and corn grains, an increase of 6.6% from October volume of 12,487,700 bags. Stocks fit as food (rice) and feed (corn) represent 99.995% of the total assessed grains. Stocks for disposition were 710.8 bags, composed of (0.005) totally damaged milled rice.

<b>CLASSIFICATION/CONDITION OF STOCKS</b>	<b>QUANTITY (in 50-kg bags)</b>	<b>PERCENTAGE (%)</b>	
Good Quality (GQ)	10,893,305.50	81.833	} 99.995
Treated	2,373,525.00	17.831	
For treatment	44,108.40	0.331	
-Sweepings	14.40	0.000	} 0.005
-Partially Damaged	39.10	0.000	
Totally Damaged	657.20	0.005	
<b>TOTAL</b>	<b>13,311,649.60</b>		<b>100.00%</b>

### **Metrology Services**

During the month, the Metrology Division's personnel undertook troubleshooting, repair, verification, and adjustment of metrology equipment of Field Offices as requested, and the NFA saved an estimated amount of Php 80,300.00 for directly undertaking such services.

#### *Truck scale Utilization*

Through the technical assistance it provided in keeping the field offices' truck scales in good operating condition, the Metrology division indirectly help the agency save from handling cost, and generated an income amounting to Php 6,593,755.56

### **III. DEVELOPMENTAL REGULATION OF THE GRAINS INDUSTRY IMPLEMENTED AND ENFORCED**

#### **Cooperative Development Incentive Fee (CDIF)**

For the month of November 2019, alternative measures to boost the agency's procurement operations are adopted by the agency, while the provision for the granting of incentives is suspended. Though, no incentives were given to farmers who sold their palay to the agency, NFA was able to procure 57,375 MT for the month of November. CDIF utilization for the month of November was used for the purchase of farm inputs/fertilizers, which comprised 31.07% of the total utilization of the fund. The other 52.44% was used to purchase NFA rice, 8.02% for payment of loan amortization, 4.32%, purchase/repair of postharvest and production facilities, and 4.15% for construction/repair of warehouse, coop offices, and multi-purpose drying pavement (MPDP).

#### **CDIF UTILIZATION**

<b>CDIF by Type of Utilization</b>	<b>Amount</b>	<b>Percentage Utilization</b>
Purchase of Farm Inputs/Fertilizers	1,237,782.55	31.07
Payment of Loan Amortization	319,452.42	8.02
Purchase of NFA Rice	2,089,239.82	52.44
Purchase / Repair of Postharvest and Production Facilities	171,906.28	4.32
Construction/repair of warehouse, coop offices, MPDP	165,452.00	4.15
<b>TOTAL</b>	<b>3,983,833.07</b>	<b>100.00%</b>

### **III. MANAGEMENT EFFICIENCY AND COMPETENCY**

#### **CORPORATE PLANNING AND MANAGEMENT SERVICES**

## **Information Technology/Systems Development/SOPs**

- The development of the Electronic Integrated Financial Operation and Management Information System (e-IFOMIS) is at 97.27%. This covers the evaluation and validation of the results of pilot listings.
- The SOP on Revised Palay Procurement has been approved.

## **Corporate Planning**

- Prepared presentation for DA 2021 planning & budgeting
- Prepared Updated List of Inventory Data/Information related to the agency's Freedom of Information portal
- Prepared Highlights of the NFA National Planning Conference for FY 2020.
- Acted as Secretariat to one special management meeting
- Prepared letter to GCG requesting for exclusion of SM7 (*Implement QMS*) from the NFA 2019 Performance Scorecard.
- Submitted to GCG the list of 37 Surplus Provinces, as NFA's basis in accomplishing Strategic Measure (SM) 2, in its 2019 Performance Scorecard.
- Prepared NFA's contribution to the 15-Point Agenda/ Priority Concerns for the First 100 Days, which is ensuring the proper and efficient implementation of R. A. 11203

## **Asset Rationalization Program**

### a) Divestment of Assets

- Prepared memo to all Regional Directors and Provincial Managers to re-evaluate the 5-year Divestment Plan, vis-a-vis storage requirement, taking into consideration the current NFA directions on procurement operations and effects of RA 11203.
- Prepared proposed Divestment of parcels of contiguous subdivision of lots in Catalunan Grande, Davao City.

### b) Evaluation

- Submission of Contracts involving NFA lands leased to other government and/or private entities/ individuals
- On-going evaluation on the proposed reconstruction of 100TCC warehouse in Pototan, Iloilo

## **LEAP**

- Attended/prepared materials on Plenary Budget Hearing.
- Attended/prepared materials on Congress Hearing on House Bill No. 5083.

## **INTERNAL AUDIT SERVICES**

In November 2019, the following Audit Services were conducted:

### **I. AUDIT ENGAGEMENTS**

- A. Special Audit of COA findings re: Construction of two-storey Records Center Extension Building at NFA-ACA Compound – audit report submitted to AO
- B. Audit Procedures – On-going
- C. Review of Computation of Perpetual Leave (in cards) – on-going

**II. Tolerable Allowance (TOLA)**

- A. Issued 14 Certifications of Stock (Grains and MTS) Accountabilities of NFA officials and rank and file employees.
- B. Consolidated Status of Stock Accountable Officers’ (SAOs) Accountabilities as of:
  - o June 30, 2019 – Completed
  - o September 30, 2019 – On-going

**PUBLIC AFFAIRS**

1. News Releases:
  - NFA is ready for Typhoon Tisoy
  - NFA has ready stocks for quake hit areas
2. Maintained NFA facebook account. posted/reposted PRs and news articles related to NFA
  - Replied to 280 queries on NFA facebook account
  - Twitted and re-twitted news and tweets re: NFA particularly on the NFA rice distribution, palay procurement, employees’ protest on NFA abolition, and Ugnayan.
3. Coordinated the following:
  - Malacañang Hotline 8888: relayed/endorsed ten complaints to concerned office/officials/employees; followed up and ensured prompt compliance on complaints and endorsed same to the Office of the President.
4. Monitored and clipped 165 news items on NFA corporate and agri-related issues and concerns and provided copies to concerned NFA officials.

**FINANCE & ADMINISTRATION**

**CONTRIBUTION TO THE ECONOMY:**

NFA has contributed **P2,942,899,954.63** to the country’s economy in terms of the following economic activities:

PARTICULARS		AMOUNT
1	Palay Procurement	2,787,876,638.83

3	Rent Expenses	6,101,372.41
4	Transportation & Deliveries Expenses	18,549,987.29
5	General Services	4,511,317.92
6	Janitorial Services	1,908,656.34
7	Security Services	31,317,132.04
8	Drying	521,902.71
9	Milling	2,786,350.63
10	Handling	56,258,867.75
11	Tax Withheld from Employees' Compensation	10,051,105.65
12	Tax Withheld from Suppliers of Goods & Services	23,016,623.06
<b>TOTAL</b>		<b>2,942,899,954.63</b>

### **Debt - Management**

Particulars	Balance as of November 30, 2019 ( in Million Pesos)
<b>I Short-Term Credit Lines</b>	50,495.00
<b>II Long-Term Loans</b>	
LBP – Notes	4,050.000
Various Creditors – Treasury Bonds	37,500.000
Long - Term Notes Syndicated – New	7,920.000
LBP	4,500.000
DBP	3,420.000
Foreign-Japanese Rice Loan	75.639
Net Lending	62,326.324
<b>TOTAL BANK LOANS</b>	<b>162,366.963</b>

The outstanding NFA bank loans as of November 30, 2019 amounted to ₱162.367 M.

### **HUMAN RESOURCE MANAGEMENT**

#### **NFA PERSONNEL COMPLEMENT as of November 30, 2019 -**

##### **No. of Positions**

**Regular Plantilla** **4,436**

**Central Office** **615**

Executive 62

Rank & File 553

**Field Office** **3,821**

Executive 115

Rank & File	3,706	
<b>CTI Personnel (Rank &amp; File)</b>		
Central Office	48	
Field Office	220	<b><u>268</u></b>
<b>Total</b>		<b><u>4,704</u></b>