

National Food Authority

Accomplishment Report

February 2016

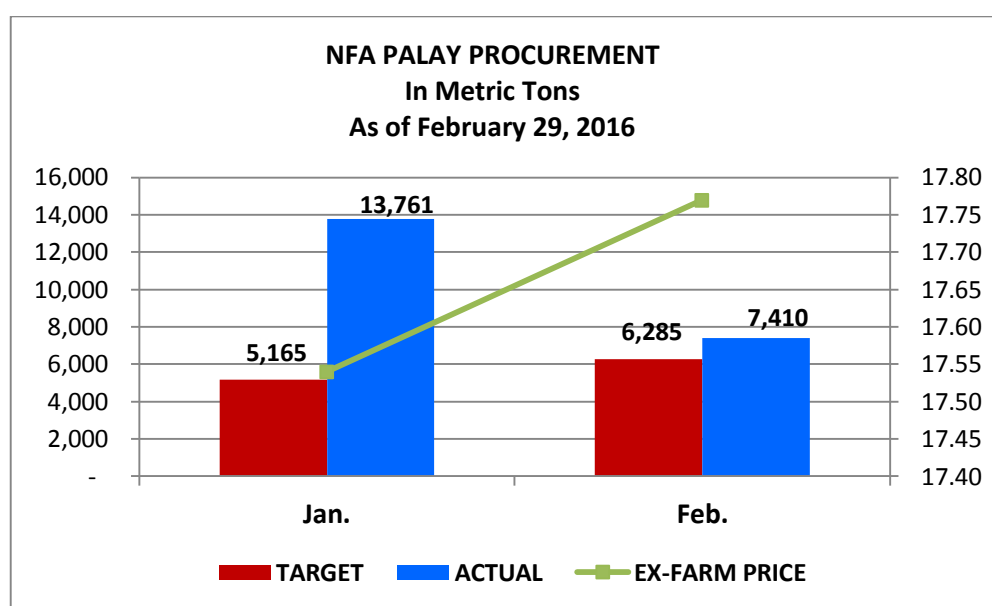


MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

PROCUREMENT

a. Palay

In February, NFA procured 7,410.15 MT of palay, which is 118% accomplishment of the monthly target of 6,285 MT. Compared to last month, procurement decreased by 44% due to the slight increase in farm price of palay at ₱17.77/kg, and the low-to-no production effect of this “El Niño” phenomenon which started this month.



DISTRIBUTION

NFA distributed 57,625 MT of rice, equivalent to 66% accomplishment of the target of 87,625 MT for the month of February.

IMPORTATION

Of the 750,000 MT rice contracted in preparation for “El-Niño”, 546,412 MT or 72.85% have been delivered to NFA warehouses.

PRICES

Based on Philippine Statistics Authority (PSA) summary of commercial palay/rice prices, the average ex-farm price for palay posted a slight increase of ₱0.23/kg or from ₱17.54/kg last month to ₱17.77 this month.

Average Ex-Farm Prices vs NFA Buying Price

(Price per kg.)

February 29, 2016

| Commodity | NFA Buying Price | Ex-Farm Price | Price Diff. (In peso/kg) |
|-----------|------------------|---------------|--------------------------|
| Palay | 17.00 | 17.77 | (0.77) |
| YGN | 12.30 | 12.25 | 0.05 |
| WGN | 13.00 | 13.51 | (0.51) |

Average prices for rice nationwide remained stable, occasionally reflecting minor declines due to the sufficient rice stock inventory in commercial, household and NFA warehouses nationwide.

Average Prevailing Wholesale/Retail Price of Rice and Corn

(Peso per Kg.)

February 29, 2016

| Commodity | February | January | Price Diff in (Peso/Kg) |
|-------------------|----------|---------|-------------------------|
| Whole Sale | | | |
| WMR | 37.84 | 37.89 | (0.05) |
| RMR | 34.03 | 34.00 | 0.03 |
| YGN | 12.25 | 16.97 | (4.72) |
| WGN | 13.51 | 15.39 | (1.88) |
| Retail | | | |
| WMR | 41.10 | 41.18 | (0.08) |
| RMR | 36.71 | 36.79 | (0.08) |
| YGN | 22.24 | 22.21 | 0.03 |
| WGN | 23.00 | 22.19 | 0.81 |

MFO 3: BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED

RICE STOCK INVENTORY

As of February 29, 2016, NFA had a stock inventory of 18,796,371 bags (total rice equivalent –TRE) or 939,819 MT, good to last for 34 days, based on the 32,150 MT national daily rice consumption requirement.

NATIONAL QUALITY ASSESSMENT (QSAR) OF NFA STOCKS FOR THE MONTH OF FEBRUARY 2016

| CLASSIFICATION/ CONDITION OF STOCKS | Quantity (in 50-kg bags) | PERCENTAGE (%) | |
|--|-----------------------------|-------------------|---------|
| Good Quality (GQ) | 17,394,476.3 | 75.38 | } 99.84 |
| Treated | 5,109,521.0 | 22.14 | |
| For treatment | 534,552.5 | 2.32 | } 0.16 |
| Sweepings | 6,893.7 | 0.04 | |
| Partially Damaged | 5,738.9 | 0.02 | } 0.10 |
| Totally Damaged | 25,024.6 | 0.10 | |
| TOTAL | 23,076,207.0 | 100% | |

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

REGISTERED/LICENSED GRAINS BUSINESSMEN

For the month of February, NFA registered and licensed 11,614 applicants, of which 442 grains businessmen availed of the two-year (2017-2018) advance-license scheme. Total R/L collections on grains business activities amounted to ₱29,056,077.12, which includes collection from mobile licensing amounting to ₱1,283,278.35, and ₱1,130,802.08 from advanced collections. 730 metal plates were issued/sold for ₱146,000. The cumulative R/L fees comprised 36.75% of the annual targeted collection of ₱154M.

| PARTICULARS | |
|--|----------------------|
| R/L Fees Collection | 29,056,077.12 |
| Advance Collections (2016-2017) | 1,130,802.08 |
| 2017 Applicants: 231 | 219,517.00 |
| 2018 Applicants: 211 | 911,285.08 |
| No. of R/L Applicants | 11,614 |
| | |
| METAL PLATES (@ P200/pc) | |
| - No. of Issuances of Metal Plates | 730 |
| - Amount | 146,000.00 |

UGNAYANs (Farmers' Assembly)

For the month of February, 27 UGNAYANs were conducted, participated in by 681 NFA stakeholders.

| PERFORMANCE INDICATOR | ACCOMPLISHMENT |
|-----------------------|----------------|
| UGNAYAN conducted | 27 |
| Participants | 681 |

CUSTOMER ASSISTANCE

Through its nationwide Customer-Assistance Units (CAU), NFA responded to/assisted 3,238 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.

Type of Assistance Rendered

| SUMMARY OF CAU SERVICES | ACCOMPLISHMENT |
|----------------------------------|-----------------------|
| Suggestions | 0 |
| Inquiries | 1,056 |
| Request | 2,175 |
| Complaints | 7 |
| Total Assistance Rendered | 3,238 |

PHIL. GRAINS STANDARDIZATION PROGRAM (PGSP)

To check whether the PGSP Rules and Regulations are strictly observed, 2,419 Grains Business Establishments were inspected. Trainings and seminars to advocate PGSP rules and regulations were conducted, participated in by 1,927 NFA Stakeholders.

| PERFORMANCE INDICATOR | ACCOMPLISHMENT |
|---|-----------------------|
| Grains Business Establishment Inspected | 2,419 |
| Meetings/Seminars/Trainings conducted | 1,887 |
| Participants | 1,927 |
| Press Releases | 5 |
| PGSP Violators | 174 |

PRIVATE SECTOR LICENSED IMPORTER

NFA issued licenses to 9 importers, 6 of whom are farmer organizations and the rest are grains businessmen.

| PERFORMANCE INDICATOR | ACCOMPLISHMENT |
|----------------------------------|-----------------------|
| Number of NFA Licensed Importers | 9 |
| - Farmer Organizations | 6 |
| - Other Sectors (Non-Farmers) | 3 |
| - Collections | ₱85,800 |

FOOD DEVELOPMENT CENTER

Testing

For the month, FDC performed 63 chemical analyses, 84 microbiological, and 35 micro analytical (filth) 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 6 seminar/training.

Research and Development

- Development and Implementation of R & D projects
 - Aflatoxin
 - Arsenic in rice
 - Jellyfish Kropeck

Quality Assurance

- Implementation of 6 Pilot-Plant projects
- Inspection of 20 food manufacturing plants and issue compliance certificates

Industry Liaison

- Evaluation of 51 client's technical inquiry and recommendation and FDC analyses/services to meet international standards
- Conduct and evaluation of customer-satisfaction survey
- Information technology to develop network based document management system for FDC files/ISO documents; maintain official FDC website; and maintenance/administration of FDC Wifi network
- Monitoring and delivery of FDC reports to stakeholders

ISO Compliance

- Implementation of QA activities for testing laboratories (Filth Laboratory)
- Monitor, review and verification of effectiveness of written ISO documents
- Maintenance/upgrading of FDC ISO 9001:2008 Certification and ISO/IEC 17025:2005 accreditation

The Food Development Center (FDC) generated an income of **₱642,314**, with Industry Services Division and Technology Development Division, giving the combined highest contribution, at 37.32% of the total income.

LEGAL AFFAIRS

For the month, 72 activities pertaining to adjudication, documentation and litigation were undertaken:

| | |
|--|-----------|
| Adjudication | 11 |
| Order/s | 1 |
| Hearing/s Conducted | 4 |
| Pre-Hearing Order/s | 2 |
| Motion for Resetting/s | 1 |
| Notice of Pre-Hearing Conference | 3 |
| Documentation & Legal Research | 13 |
| Contracts reviewed/evaluated | 4 |
| Opinions rendered | 6 |
| Others: Opening Sealed Canvass/Opinions from OGCC | 3 |
| Litigation | 48 |
| Hearing/s attended by Lawyers | 24 |
| Pleadings, memoranda & related documents prepared by Lawyers | 6 |
| Opinions, reports, requests, queries & communications prepared and sent by Lawyers | 14 |
| Certification issued to grains businessmen for Import License/Permit | 4 |
| TOTAL | 72 |

INTERNAL AUDIT SERVICES

In February 2016, the following Audit Services were conducted:

I. AUDIT ENGAGEMENTS

- A. Special Audit on Cash & Receivable Management and Distribution
 - Misamis Oriental, Bukidnon, General Santos and Davao City
- B. Special Audit on Procurement and Drying Operations
 - Ifugao, Isabela, Iloilo and Aklan
- C. Special Audit on Lingap para sa Mahirap Program Fund at NFA Region IV and VI
- D. Comprehensive Audit of FDC
- E. Special Audit on Alleged Irregularity in Procurement in NFA Nueva Ecija
- F. Conduct of Investigation of Alleged Defective Appointments
- G. Special Audit on the Conduct of the Conference and Seminar – Workshop for Administrative Officers and Representative during the period June to July 2015

II. Tolerable Allowance (TOLA)

- A. Status Reports on Stock Accountabilities of Stock Accountable Officers (SAOs) with Unpaid Final Shortages (net of TOLA) as of December 31,2015
- B. Issued 65 certification of Stock (Grains and MTS) Accountabilities of NFA officials and rank and file employees.

MFO 5: MANAGEMENT EFFICIENCY AND COMPETENCY

CORPORATE PLANNING AND MANAGEMENT SERVICES

Information Technology

- As of February 29, 2016, the Electronic Integrated Financial Operation and Management Information System (eIFOMIS) development is at 91.62%.

Corporate Planning

- Conducted National Planning for 2016 in Tagaytay City, attended by all Regional and Central Office Directors, EXCOM and Planning staff.
- NFA Reorganization: Submitted to GCG the revised NFA Table of Organization
- NFA Performance Scorecard for 2015: Submitted the Agency accomplishment report, weighted average is at 95.98%

Corporate Development and/or Evaluation:

- Divestment of Assets: Complete Staff Work (CSW)
 - NFA-General Santos Property
 - NFA-Cabanatuan Property (Partial)

Monitoring and Reporting

- Visibility Reports from Field Offices – Liaison with LGUs and Congressmen
- NFA – IRPEP – Documentation for the Terminal Report
- OPAFSAM data requirements
- Yolanda Rehabilitation and Recovery Programs and Projects – 99.85% of the Yolanda Fund, obligated for the repair/rehabilitation, reconstruction of Post-Harvest Facilities, were already utilized

Others – Secretariat and/or Technical Working Group/Staff Work to:

- Change Management Team (CMT) – attended/acted as secretariat to the Seminar-Workshop on Staffing Pattern of the Provincial Managers League
- Competency Framework – Updated the Job description of the department
- SPMS – CPMSD as Co-Chair of the Technical Working Group (TWG)
- Task Force on SDO Relocation, Central Office Building, Divestment of Cabanatuan Property – attended meetings
- Task Force PBB – completed the evaluation/validation of the 2015 accomplishment report of the Agency

TRAININGS:

In January 2016, NFA facilitated the participation of 92 NFA officials and employees in 2 internal and 4 external trainings.

| TITLE | NO. OF PARTICIPANTS | DURATION |
|---|---------------------|----------------------------|
| I. Internal Training | 44 | |
| 1 TOT on Corn Post Production Technology (Corn Development) Batch 3 and 4 | 44 | Feb. 16 - 18 Mar. 2 - 4 |
| II. External Training | 6 | |
| 1 Training on Strategic HR | 1 | Feb. 10 - 12 |
| 2 Seminar on ISO 9001: 2008MS ROOR Cost Analysis and Corrective Action | 1 | Feb. 17 - 18 |
| 3 Fraud Awareness Detection and Prevention | 2 | Feb. 23 - 24 |
| 4 Appointment Preparation and leave Seminar | 1 | Feb. 22 - 24 |
| 5 Training on Appointments | 1 | Feb. 23 - 24 |
| TOTAL | 50 | |

NFA PERSONNEL COMPLEMENT as of February 29, 2016

| | No. of Positions |
|--|----------------------------|
| Regular Plantilla | 3,859 |
| Central Office | <u>511</u> |
| Executive | 53 |
| Rank & File | 458 |
| Field Office | <u>3,348</u> |
| Executive | 102 |
| Rank & File | 3,246 |
| CTI Personnel (Rank & File) | <u>376</u> |
| Central Office | 71 |
| Field Office | <u>305</u> |
| Total | <u><u>4,235</u></u> |

ENFORCEMENT AND INVESTIGATION

Nationwide enforcement accomplishment for the month of February 2016.

| PARTICULARS | |
|---|-------------|
| 1. No. of grains business establishment's inspected | 3,086 |
| 3. No. of violations | 161 |
| 2. No. of grains business apprehended | 116 |
| 4. Administrative fines/fees collected | P 1,395,512 |
| 5. Fees collected thru enforcement | P 2,239,946 |
| | |

PUBLIC AFFAIRS

1. News Releases

- NFA assures sufficient rice supply in typhoon-prone Batanes
- Training on Basic Sensory Evaluation for Food Testing and product Development