

National Food Authority

Accomplishment Report

March 2016

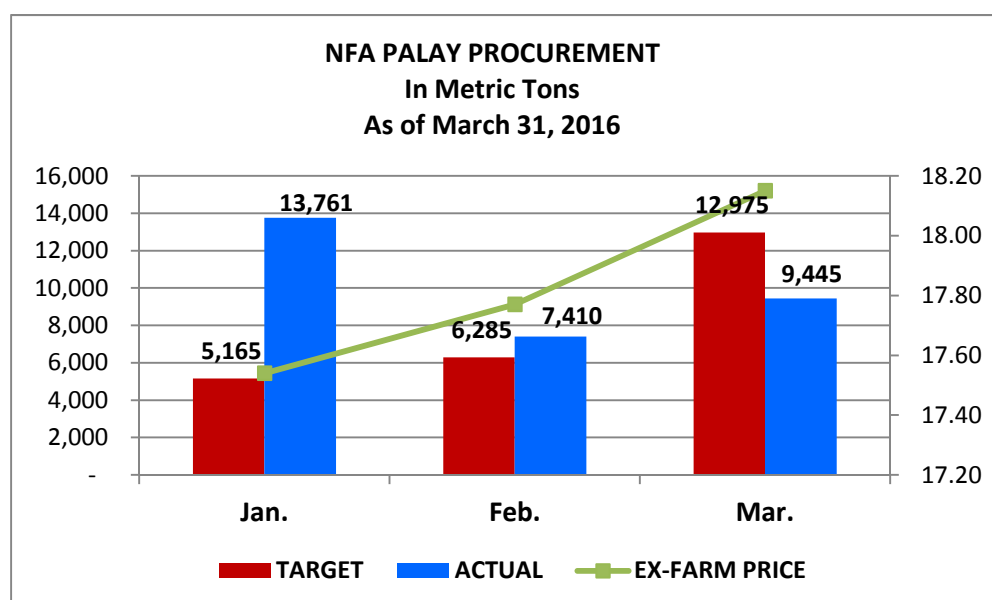


MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

PROCUREMENT

a. Palay

For the month of March 2016, NFA procured 9,445 MT of palay, which is 73% accomplishment of the monthly target of 12,975 MT. Compared to last month, procurement decreased by 44% due to the low production during “*El Niño*” and the corresponding high farm gate prices, i.e. 7% higher than NFA’s buying price of ₱17.00/kg.



DISTRIBUTION

NFA distributed 65,034 MT of rice, equivalent to 73% accomplishment of the target of 89,365 MT for the month of March.

IMPORTATION

Of the 750,000 MT rice contracted in preparation for “*El-Niño*”, 634,148 MT or 84.55% 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 an increase of ₱0.38/kg or from ₱17.77/kg last month to ₱18.15 this month.

Average Ex-Farm Prices vs NFA Buying Price

(Price per kg.)

March 31, 2016

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	17.00	18.15	(1.15)
YGN	12.30	12.60	(0.30)
WGN	13.00	14.26	(1.26)

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.)

March 31, 2016

Commodity	March	February	Price Diff in (Peso/Kg)
Whole Sale			
WMR	37.81	37.84	(0.03)
RMR	34.01	34.03	(0.02)
YGN	17.74	17.34	0.40
WGN	16.86	16.92	(0.06)
Retail			
WMR	41.10	41.10	0.00
RMR	36.61	36.71	(0.10)
YGN	22.16	22.24	(0.08)
WGN	22.99	23.00	(0.01)

MFO 3: BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED

RICE STOCK INVENTORY

As of March 31, 2016, NFA had a stock inventory of 22,665,567 bags (total rice equivalent – TRE) or 1,133,278 MT, good to last for 35 days, based on the 32,150 MT national daily rice consumption requirement.

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

The total volume of assessed NFA stored grains for the month is 23,389,728.70 bags, mostly well-milled trice. Stocks fit as food (rice) represents 99.86% of the total assessed grains. Stocks for treatment were 21,213 bags (0.09% of the total assessed grains). Stocks for disposition were 6,616 bags (0.03%) composed of sweepings, partially damaged stocks and 26,162 bags (0.11%) of totally damaged milled rice due to typhoon "Nona".

CLASSIFICATION/ CONDITION OF STOCKS	Quantity (in 50-kg bags)	PERCENTAGE (%)
Good Quality (GQ)	18,223,538.6	76.44
Treated	5,562,199.6	23.33
For treatment	21,212.5	0.09
Sweepings	2,714.3	0.01
Partially Damaged	3,901.7	0.02
Totally Damaged	26,162.0	0.11
TOTAL	23,839,728.7	100%

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

REGISTERED/LICENSED GRAINS BUSINESSMEN

For the month of March, NFA registered and licensed 11,140 applicants, of which 460 grains businessmen availed of the two-year (2017-2018) advance-license scheme. Total R/L collections on grains business activities amounted to ₱19,767,860.52, which includes collection from mobile licensing amounting to ₱3,619,088.30, and ₱873,270.90 from advanced collections. 470 metal plates were issued/sold for ₱94,000. The cumulative R/L fees comprised 50.25% of the annual targeted collection of ₱154M.

PARTICULARS	
R/L Fees Collection	19,767,860.52
Advance Collections (2016-2017)	873,270.90
2017 Applicants: 247	234,022.00
2018 Applicants: 213	639,248.90
No. of R/L Applicants	11,140
METAL PLATES (@ P200/pc)	
- No. of Issuances of Metal Plates	470
- Amount	94,000.00

UGNAYANs (Farmers' Assembly)

For the month of March, 60 UGNAYANs were conducted, participated in by 1,582 NFA stakeholders.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
UGNAYAN conducted	60
Participants	1,582

CUSTOMER ASSISTANCE

Through its nationwide Customer-Assistance Units (CAU), NFA responded to/assisted 4,181 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	2,346
Request	1,827
Complaints	8
Total Assistance Rendered	4,181

PHIL. GRAINS STANDARDIZATION PROGRAM (PGSP)

To check whether the PGSP Rules and Regulations are strictly observed, 2,513 Grains Business Establishments were inspected. Trainings and seminars to advocate PGSP rules and regulations were conducted, participated in by 1,414 NFA Stakeholders.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
Grains Business Establishment Inspected	2,513
Meetings/Seminars/Trainings conducted	667
Participants	1,414
Press Releases	6
PGSP Violators	116

PRIVATE SECTOR LICENSED IMPORTER

NFA issued licenses to 17 importers, 12 of whom are farmer organizations and the rest are grains businessmen.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
Number of NFA Licensed Importers	17
- Farmer Organizations	12
- Other Sectors (Non-Farmers)	5

FOOD DEVELOPMENT CENTER

Testing

For the month, FDC performed 97 chemical analyses, 148 microbiological, and 5 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
 - Coconut cream
 - Arsenic in rice
 - Pyriproxifen
 - Jellyfish Kropeck

Quality Assurance

- Implementation of 3 Pilot-Plant projects for the quarter
- Inspection of 9 food manufacturing plants and issue compliance certificates

Industry Liaison

- Evaluation of 61 clients' 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

- Implemented 7 QA activities for testing laboratories (Filth Laboratory)
- Monitored, reviewed and verified 9 effectiveness of written ISO documents
- Maintenance/upgrading of FDC ISO 9001:2008 Certification and ISO/IEC 17025:2005 accreditation – prepared 2 audit reports

The Food Development Center (FDC) generated an income of **₱573,556.00**, with Industry Services Division gave the highest contribution, at 46.78% of the total income.

LEGAL AFFAIRS

For the month, 99 activities pertaining to adjudication, documentation and litigation were undertaken:

Adjudication	31
Order/s	8
Hearing/s Conducted	4
Docketed Case/s	11
Draft Resolution/s	1
Omnibus Order/s	2
Pre-Hearing Brief/s	1
Motion for Postponement/s	1
Notice of Withdrawal of Appearance/s	1
Memorandum/s	1
Position Paper/s	1
Documentation & Legal Research	16
Contracts reviewed/evaluated	5
Opinions rendered	6
Others: Opening Sealed Canvass/Opinions from OGCC	5
Litigation	52
Hearing/s attended by Lawyers	15
Pleadings, memoranda & related documents prepared by Lawyers	14
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	20
Certification issued to grains businessmen for Import License/Permit	3
TOTAL	99

INTERNAL AUDIT SERVICES

In March 2016, the following Audit Services were conducted:

I. AUDIT ENGAGEMENTS

- A. Special Audit on Procurement and Drying Operations
 - Ifugao, Isabela, Iloilo and Aklan
- B. Special Audit on Alleged Irregularity in Procurement in NFA Nueva Ecija
- C. Comprehensive Audit of FDC
- D. Special Audit on Lingap para sa Mahirap Program Fund at NFA Region VI
- E. Special Audit on Alleged defective Appointments

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 58 certification of Stock (Grains and MTS) Accountabilities of NFA officials and rank and file employees.

CORPORATE PLANNING AND MANAGEMENT SERVICES

Information Technology

- As of March 31, 2016, the Electronic Integrated Financial Operation and Management Information System (eIFOMIS) development is at 93.62%.

Corporate Planning

- NFA Annual Accomplishment Report – finalized and posted at NFA website per ARTA guidelines
- NFA Reorganization: Continuous preparation of the Structure/Staffing pattern
- DBM Forms – Prepared/Filled-up/Submitted forms for the 2017 Budget Preparation as required under Tier 1

Corporate Development and/or Evaluation:

1. Warehouse Construction/PHFs
 - Finalized CSW on the conversion of Leyte auditorium to 30,000-bag capacity warehouse, training room and dormitory
 - NFA Palawan – On-going CSW on the proposed Administrative PHFs and Structures
2. Divestment of Assets: Complete Staff Work (CSW)
 - NFA - Maramag, Bukidnon Property
 - NFA - General Santos Property – awaiting COA valuation
 - NFA - Cabanatuan Property (Partial) – deferred due to missing titles; TCTs for reconstitution
3. Titling Concerns
 - Lots for Presidential Proclamation – Coordinated with DENR / prepared Summary of NFA Real Properties with DENR Issues for issuance of presidential Proclamation / Special Patent
 - Prepared Summary / Estimated Computations of Real Property taxes to be paid by NFA

Monitoring and Reporting

- Visibility Reports from Field Offices – Liaison with LGUs and Congressmen
- NFA – IRPEP – Documentation for the Terminal Report
- OPAFSAM data requirements
- Repair / Rehabilitation / Reconstruction of Infrastructures / Post Harvest Facilities damaged by typhoon Yolanda is 92.15% complete, out of 78 projects/programs.

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

- Change Management Team (CMT) – series of meetings to finalize restructuring
- Competency Framework – Update of 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 March 2016, NFA facilitated the participation of 68 NFA officials and employees in 1 internal and 12 external trainings.

TITLE	NO. OF PARTICIPANTS	DURATION
I. Internal Training	37	
1 GAD Seminar	37	Mar. 28 - 31
II. External Training	31	
1 1st PAGBA Quarterly Seminar	6	Mar. 30 - Apr. 2
2 Succession Planning for Leaders	1	Mar. 29 - 30
3 Calibration Performance Evaluation	1	Mar. 30 - 31
4 SDC Course Track 2	1	Mar. 28 - Apr. 1
5 PAGBA Quarterly Seminar	1	Mar. 30 - Apr. 1
6 HRMD Prime	2	Mar. 9 - 10
7 Visayas Congress 2016	2	Mar. 10 - 11
8 Internal Quality Audit Report Writing	4	Mar. 11
9 Document Controller Seminar	1	Mar. 1
10 How to Become a Management Representative	1	Mar. 3
11 GACPA	5	Mar. 31 - Apr. 1
12 PAGBA Quarterly Seminar	6	Mar. 31 - Apr. 2
TOTAL	68	

NFA PERSONNEL COMPLEMENT as of March 31, 2016

No. of Positions

Regular Plantilla	3,852
Central Office	<u>523</u>
Executive	53
Rank & File	470
Field Office	<u>3,329</u>
Executive	101
Rank & File	3,228
CTI Personnel (Rank & File)	373
Central Office	70
Field Office	<u>303</u>
Total	<u><u>4,225</u></u>

ENFORCEMENT AND INVESTIGATION

Nationwide enforcement accomplishment for the month of March 2016.

PARTICULARS	
1. No. of grains business establishments inspected	2,937
3. No. of violations	328
2. No. of grains business apprehended	194
4. Administrative fines/fees collected	P 588,009
5. Fees collected thru enforcement	P 1,784,476

CONTRIBUTION TO THE ECONOMY:

NFA has contributed P 742,331,661.93 to the country's economy in terms of the following increase in economic activities.

PARTICULARS	AMOUNT
1 Palay Procurement	376,868,489.43
2. Corn Procurement	691,337.92
3. Rent Expenses	3,432,368.99
4. Transportation & Deliveries Expenses	140,710,799.19
5. Storage	32,826,338.84
6. General Services	16,737,393.75
7. Janitorial Services	-
8. Security Services	40,547,189.33
9. Drying	12,060.84
10. Milling	274,800.95
11. Handling	47,741,908.47
12. Tax Witheld from Employees' Compensation	27,890,577.05
13. Tax Witheld from Suppliers of Goods & Services	54,598,397.17
TOTAL	742,331,661.93

Per books as of February 29, 2016

PUBLIC AFFAIRS

1. News Releases

- NFA files administrative charges vs personnel in palay procurement
- NFA Council grants voting rights for farmer representative
- NFA Council grants additional benefits and assistance to farmers
- Beware of fake administrator
- NFA Rating

2. Message of Adm. Renan B. Dalisay for Food Expo Souvenir Program

3. 3 updates on the official NFA Facebook Account and replied to 60 queries

4. 4 news releases emailed to trimedia for possible publication and airing