

National Food Authority

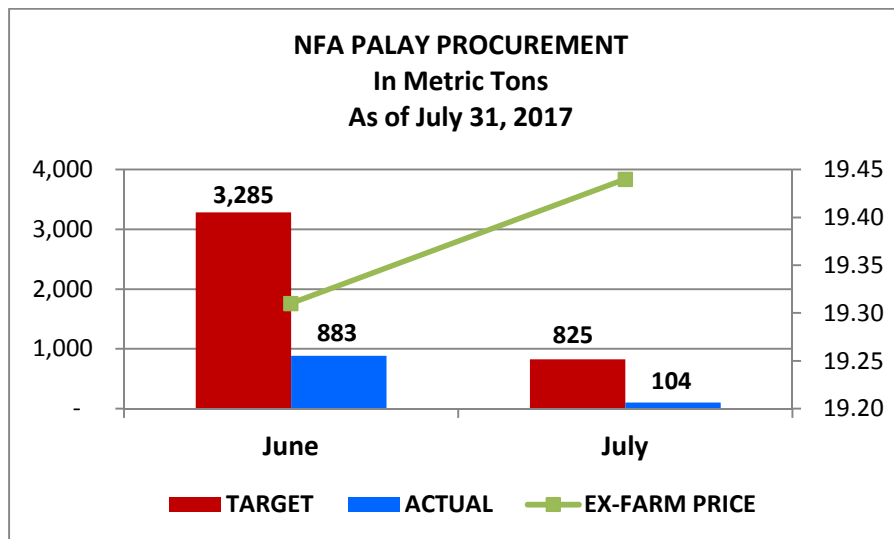
Accomplishment Report

July 2017

MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

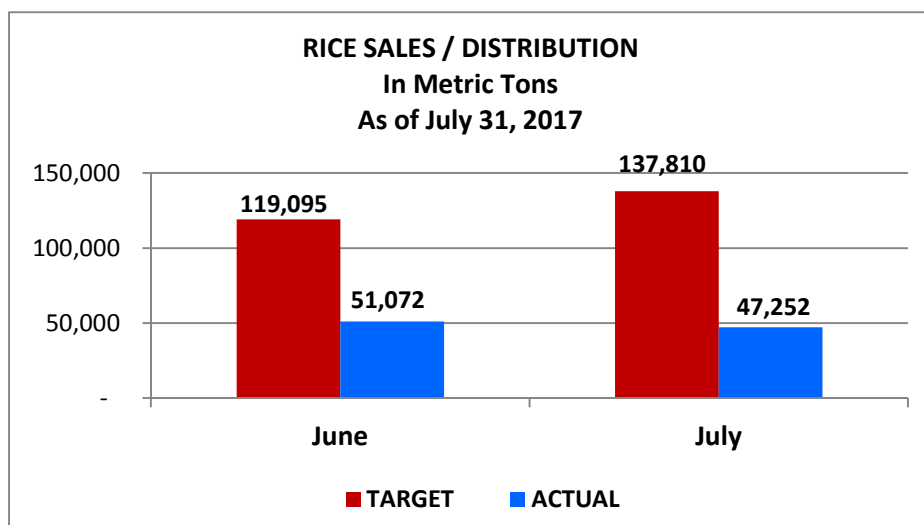
PROCUREMENT

For the month of July 2017, NFA procured 104 MT of palay, which is 12.55% accomplishment of the month's target of 825 MT. The low procurement accomplishment can be attributed to the onset of lean month's period. Procurement likewise decreased compared to last months' 26.89% accomplishment.



DISTRIBUTION

For the month of July, NFA distributed 47,252 MT of rice, equivalent to 34% accomplishment of the target of 137,810 MT.



PRICES

Based on the Philippine Statistics Authority (PSA) summary of commercial palay/rice prices, the average ex-farm price posted an increase of ₱0.13 from last month's price of ₱19.31 to ₱19.44 for this month, NFA's buying price for palay is comparatively lower by ₱2.44/kg., compared to the prevailing commercial level, compared to the prevailing commercial prices. NFA's buying price for yellow corn, was significantly higher by ₱1.10/kg., while for white corn, it is lower by ₱0.53/kg.

verage Ex-Farm Prices vs NFA Buying Price

(Price per kg.)

July 31, 2017

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	17.00	19.44	(2.44)
YGN	12.30	11.20	1.10
WGN	13.00	13.53	(0.53)

Both wholesale and retail prices of WMR and RMR posted slight increases of ₱0.21/kg. and ₱0.22/kg. in the wholesale, and ₱0.22/kg. and ₱0.14/kg., in the retail levels, respectively. Yellow and White Corn manifested a slight increase of ₱0.02/kg. and ₱0.17/kg. in wholesale level, but showed a decrease of ₱0.21/kg. and ₱2.60/kg. in retail level respectively.

Average Prevailing Wholesale/Retail Price of Rice and Corn

(Peso per Kg.)

July 31, 2017

Commodity	July	June	Price Diff in (Peso/Kg)
Whole Sale			
WMR	39.00	38.79	0.21
RMR	35.26	35.04	0.22
YGN	17.99	17.97	0.02
WGN	16.70	16.53	0.17
Retail			
WMR	41.88	41.80	0.08
RMR	37.83	37.69	0.14
YGN	22.29	22.50	(0.21)
WGN	28.48	31.08	(2.60)

MFO 3: BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED

RICE STOCK INVENTORY

As of July 31, 2017, NFA had a stock inventory of 2,173,837 bags (total rice equivalent – TRE) or 108,691.85 MT, good to last for 3 days, based on the 2017 national daily rice consumption requirement of 31,463 MT.

NATIONAL QUALITY ASSESSMENT (QSAR) OF NFA STOCKS FOR THE MONTH OF JULY 2017

The total volume of assessed NFA stored grains as of the end of July 2017 was 2,384,994 bags, composed of palay, milled rice and corngrains, a decrease of 31.36% from the June 2017 volume of 3,475,054 bags. Stocks fit as food (rice) and feed (corn) represent 99.86% of the total assessed grains. Stocks for disposition were 3,252 bags (0.137%), composed of sweepings and partially damaged stocks, and 124.1 bags (0.005%) of totally damaged milled rice.

CLASSIFICATION/ CONDITION OF STOCKS	Quantity (in 50-kg bags)	PERCENTAGE (%)	
Good Quality (GQ)	1,259,483.6	52.809	} 99.858
Treated	1,115,480.0	46.771	
For treatment	6,654.8	0.279	} 0.142
Total for Disposition	3,376.0		
-Sweepings	1,759.3	0.074	} 0.005
-Partially Damaged	1,492.6	0.063	
Totally Damaged	124.1	0.005	
TOTAL	2,384,994.4	100%	

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

REGISTERED/LICENSED GRAINS BUSINESSMEN

For the month of July, NFA registered and licensed 1,982 applicants, 37 of whom availed of the two-year (2018-2019) advance-license scheme. Total R/L collections on grains business activities amounted to ₱2,834,423.62, which include collection from mobile licensing amounting to ₱661,658.62, and ₱42,295 from advance licenses. 512 metal plates were issued/sold for ₱102,400. The R/L fees amounting to ₱149,184,984.10 comprised 106.31% of the annual targeted collection of ₱143M.

PARTICULARS	
R/L Fees Collection	2,834,423.62
Mobile Licensing	661,658.62
Advance Collections (2018-2020)	42,295.00
2018 Applicants: 19	12,980.00
2019 Applicants: 18	29,315.00
No. of R/L Applicants	1,982
METAL PLATES (@ P200/pc)	
- No. of Issuances of Metal Plates	512
- Amount	102,400.00

UGNAYANs (Farmers' Assembly)

For the month of July, 23 UGNAYANs were conducted in 59 provinces, participated in by 1,284 Farmers and NFA stakeholders.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
UGNAYANs conducted	59
Participants	1,284

CUSTOMER-ASSISTANCE

Through its nationwide Customer-Assistance Units (CAU), NFA responded to/assisted 610 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. No complaints were received.

Type of Assistance Rendered

SUMMARY OF CAU SERVICES	ACCOMPLISHMENT
Inquiries	224
Requests	386
Complaints	-
Total Assistance Rendered	610

PHIL. GRAINS STANDARDIZATION PROGRAM (PGSP)

To check whether the PGSP Rules and Regulations are strictly observed, 573 Grains Business Establishments were inspected. 200 Trainings and seminars to advocate PGSP rules and regulations were conducted, participated in by 667 NFA Stakeholders.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
Grains Business Establishment Inspected	573
Meetings/Seminars/Trainings;	
Number conducted	200
Number of Participants	667
Press Releases made	3
PGSP Violation cases filed	-

NFA PRIVATE SECTOR RICE IMPORTATION

NFA issued/renewed import licenses of 11 importers: 5 grains businessmen and 6 farmers organizations. Import licenses are different from import permits issued for MAV.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
Number of NFA Licensed Importers	11
- Farmer Organizations	6
- Other Sectors (Non-Farmers)	5

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).

FOOD DEVELOPMENT CENTER

Testing

For the month of July, FDC performed 32 physical and sensory evaluation, 92 chemical analysis, 82 microbiological, 1 contaminants and 23 micro analytical 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
 - Light filth in chocolate coated dried mangoes
 - Mayonnaise, lemon extract
 - Arsenic in Rice project
 - Coconut project (Phase 3)

Quality Assurance

- Implemented 1 pilot plant project
- Conducted inspection of 6 food manufacturing plants and issue compliance certificates

Training Programs

- Implemented 5 training courses to the food industry and government agencies
- Developed/Improved 5 training course materials

Industry Liaison

- Evaluated 45 clients' technical inquiries and recommendations and FDC's analyses/services to meet international standards
- Maintained FDC website and FDC wifi network
- Monitored and delivered 166 FDC technical reports to stakeholders

ISO Compliance

- Implemented 27 QA activities for testing laboratories (Filtch Laboratory)
- Monitored, reviewed and verified effectiveness of 14 ISO documents
- Prepared 1 audit report for the maintenance/upgrading of the FDC ISO 9001:2008 Certification and ISO/IEC 17025:2005 accreditation

LEGAL AFFAIRS

For the month, 332 activities pertaining to adjudication, documentation and litigation were undertaken:

Adjudication	23
Order/s issued and served to Respondent and Prosecutor	8
Notice of Pre-Hearing Conference issued and served to Respondent and Prosecutor	2
Manifestation/Compliance issued and served to the Appellate Court and to the Respondent	2
Proposed Resolution transmitted to AO for approval	1
Manifestation reproduced and served to Hearing officer and Prosecutor	2
Hearings/Conferences conducted	3
Legal Assistance through Opinions, Memoranda and Communication	5
Documentation & Legal Research	30
Contracts reviewed/evaluated	2
Opinions rendered	14
Memos re. Notice of Disallowance	3
Pre-Bid Conference (TWG)/Post Qualification	9
Others: Opening Sealed Canvass/Pre-Bid	2
Litigation	279
Hearing/s attended by Lawyers	6
Pleadings, memoranda & related documents prepared by Lawyers	10
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	35
Certification issued to private importers relative to their application for MAV/Import License/Permit	2
Certifications/COC of no pending case	226
TOTAL	332

CORPORATE PLANNING AND MANAGEMENT SERVICES

Information Technology/Systems Development/SOPs

- As of July 31, 2017, the following SOPs prepared by the Manual Systems Development Section had been approved.
 - SOP on the Revised Guidelines on Economy Measures.
 - Amendment to the Revised SOP on Manpower Training and Development.
- Registration and Licensing Information System (RLIS) – 15 out of 35 target provinces were already implemented.

Corporate Planning

- GCG MC No. 2017-01 Interim Performance-Based Bonus (PBB)
- Issuance of Special Order reconstituting the Change Management Team
- Issuance of Special Order reconstituting the NFA-SDO Acquisition Committee
- Issuance of Special Order reconstituting the committee on Foreign-Assisted Programs (CFAP)
- Issuance of Special Order reconstituting the committee on Property Divestment of the NFA-North District in Valenzuela
- Submitted to GCG NFA's 2016-2017 Performance Scorecard and required documents for 2016 application for the grant of Performance-Based Bonus (PBB)

Corporate Development and/or Evaluation:

1. Divestment of Assets: Complete Staff Work (CSW)
 - Divestment of NFA lots in Occidental/Oriental Mindoro
 - Proposed transfer of truckscale from NFA-Cebu to NFA-Palo, Leyte
2. Evaluation
 - Proposed 100,000 bag capacity warehouse in Pawing, Palo Leyte
 - Rehabilitation of Alang-Alang, Leyte warehouse
 - Proposed transfer of NFA Regional Office IX to Pagadian City in compliance to EO 429
3. Suspension of bidding for the 100,000 bag-capacity warehouse in Alang-Alang, Leyte

Monitoring and Reporting

- Visibility Reports from Field Offices – Liaison with LGUs and Congressmen
- LEAP
 - Congress hearing on BOC Briefing on the alleged manipulation in Market supply of certain agricultural products.

TRAININGS:

In July 2017, NFA facilitated the participation of 85 NFA officials and employees in 4 internal and 4 external trainings.

TITLE	NO. OF PARTICIPANTS	DURATION
I. Internal Training	80	
1 NFA Stress Debriefing	31	July 11-12
2 NFA Procurement (RA 9184) Region 7	16	July 3-4
3 NFA Procurement (RA 9184) Region 6	12	July 6-7
4 NFA Procurement (RA 9184) Region 1	21	July 27-28
II. External Training	5	
1 Electronic System Thru Building Management System	1	July 28-29
2 T/S in Diversity and Inclusiveness	1	July 17-18
3 Annual QMS Forum	2	July 26-27
4 PICPA Seminar	1	July 26-30
TOTAL	85	

NFA PERSONNEL COMPLEMENT as of July 31, 2017

	No. of Positions
Regular Plantilla	3,793
Central Office	<u>519</u>
Executive	55
Rank & File	464
Field Office	<u>3,274</u>
Executive	103
Rank & File	3,171
CTI Personnel (Rank & File)	335
Central Office	64
Field Office	<u>271</u>
Total	<u><u>4,128</u></u>

ENFORCEMENT AND INVESTIGATION

Nationwide enforcement accomplishment for the month of July 2017:

PARTICULARS	
1. No. of grains business establishments inspected	8,342
3. No. of violations	617
2. No. of grains business apprehended	431
4. Administrative fines/fees collected	P 399,662
5. Fees collected thru enforcement	P 1,212,911

CONTRIBUTION TO THE ECONOMY:

NFA has contributed ₱1,216,048,427.22 to the country's economy in terms of the following increase in economic activities.

PARTICULARS	AMOUNT
1 Palay Procurement	211,445,181.00
2. Corn Procurement	66,540,133.77
3. Rent Expenses	81,217,220.07
4. Transportation & Deliveries Expenses	236,168,373.85
5. Storage	-
6. General Services	57,414,466.75
7. Janitorial Services	549,933.31
8. Security Services	137,048,883.57
9. Drying	1,205,549.60
10. Milling	24,498,715.88
11. Handling	123,055,523.04
12. Tax Witheld from Employees' Compensation	74,385,059.69
13. Tax Witheld from Suppliers of Goods & Services	202,519,386.69
TOTAL	1,216,048,427.22

Per trial balance of June, 2017

INTERNAL AUDIT SERVICES

In July 2017, the following Audit Services were conducted:

I. AUDIT ENGAGEMENTS

- A. Special Audit on Procurement, Drying, Milling, Quality and Dispersal Operations in Pampanga and Tarlac.
- B. Special Audit on Procurement, Drying, Milling, Transfer, Distribution and Cash management in Sorsogon and Masbate.
- C. Special Audit on Anonymous Complaint on Alleged Anomalies.
- D. Special Audit on Stock Accountabilities of Accountable officers.

II. Tolerable Allowance (TOLA)

- A. Issued 19 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.

PUBLIC AFFAIRS

1. News Releases
 - NFA assures enough rice for Eastern Visayas
 - NFA: Only best quality rice for calamity victims
 - NFA conducts pre-bid conference for 250,000 MT rice imports
 - 19 bidders for 250,000 MT rice
2. Six (5) sets of Infographics for the budget hearing in Congress
3. Statement of Adm. Jason Laureano Y. Aquino for presentation of NFA budget proposal in Malacanang.
4. Letter appeal to President Rodrigo R. Duterte for Adm. Aquino re. Salary Adjustment
5. Fourteen (14) updates on the official NFA Facebook Account
 - Replied to 78 queries on NFA Facebook Account
 - Monitored 12 tweets in NFA twitter account and replied 19 twitter inquiries
6. 4 news releases emailed to trimedia for possible publication and airing
7. Articles for Grains magazine, 45th Anniversary issue 2017
8. Two (2) sets of Media Advisory re media invitation to attend the pre-bidding conference and bidding proper of the 250,000 MT rice importation at the National Meat Inspection Service (NMIS) last July 13 and 25.
9. Monitored and clipped 111 news items on NFA corporate and agri-related issues and concerns and provided copies to concerned NFA officials