

# National Food Authority

## Accomplishment Report

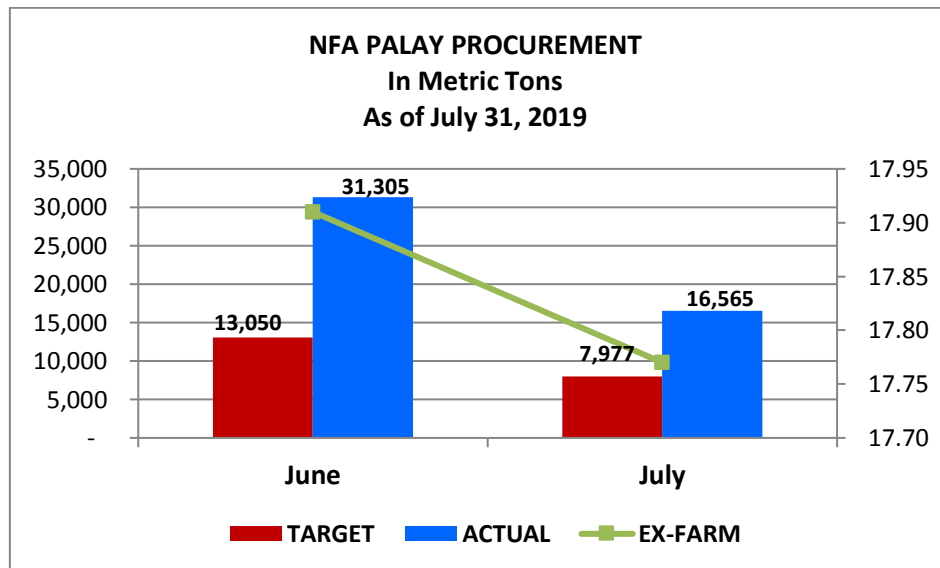
**July 2019**



## MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

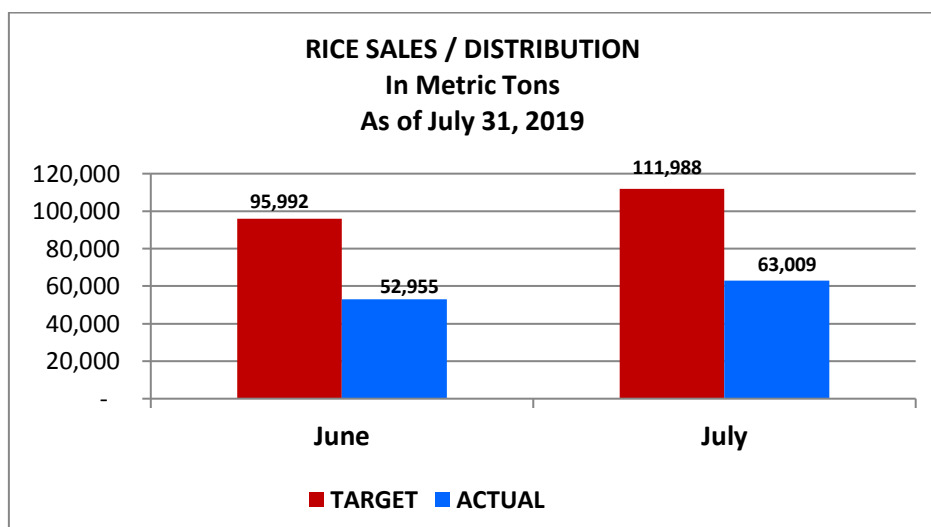
### PROCUREMENT

For the month of July 2019, NFA procured 16,565 MT of palay, which is 207.67% accomplishment of the month's target of 7,977 MT. The high procurement can be attributed to the additional ₱3.00 incentive given by NFA as Buffer Stocking Incentive (BSI).



### DISTRIBUTION

For the month of July, NFA distributed 63,009 MT of rice, This is equivalent to 56.26% accomplishment of the month's target of 111,988 MT. The low distribution can be attributed to abundant supply of imported rice in the market.



## **PRICES**

Based on the Philippine Statistics Authority (PSA) summary of commercial palay/rice prices, the average ex-farm price for palay posted a slight decrease of ₱0.02 from last month's price of ₱17.79 to ₱17.77 for this month. NFA's buying prices for yellow and white corn were lower by ₱1.67/kg., and ₱3.20/kg., respectively.

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

(Price per kg.)

July 31, 2019

<b>Commodity</b>	<b>NFA Buying Price</b>	<b>Ex-Farm Price</b>	<b>Price Diff. (In peso/kg)</b>
Palay	17.00	17.77	<b>(0.77)</b>
YGN	12.30	13.97	<b>(1.67)</b>
WGN	13.00	16.20	<b>(3.20)</b>

*Prices as of July 31, 2019 posted by PSA*

Wholesale price of WMR decreased by ₱0.18/kg. but retail price very slightly decreased by ₱0.01/kg. For RMR, prices decreased both in the wholesale and retail level of ₱0.19/kg and ₱0.23/kg respectively. For yellow and white corn, wholesale and retail prices showed decreases of ₱0.08/kg. and ₱3.38/kg., ₱1.61/kg. and ₱0.30/kg., respectively.

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

(Peso per Kg.)

July 31, 2019

<b>Commodity</b>	<b>July</b>	<b>June</b>	<b>Price Diff in (Peso/Kg)</b>
<b>Whole Sale</b>			
WMR	39.14	39.32	<b>0.18</b>
RMR	35.27	35.46	<b>0.19</b>
YGN	18.26	18.30	<b>0.04</b>
WGN	18.42	21.80	<b>3.38</b>
<b>Retail</b>			
WMR	43.00	42.99	<b>-0.01</b>
RMR	38.41	38.64	<b>0.23</b>
YGN	23.67	23.75	<b>0.08</b>
WGN	27.15	28.76	<b>1.61</b>

### **MFO 3: BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED**

#### **RICE STOCK INVENTORY**

As of July 31, 2019, NFA stock inventory of 9,220,611 bags (total rice equivalent –TRE) or 461,030.55 MT, is good to last for 14.15 days, based on the 2019 national daily rice consumption requirement of 32,013 MT. Considering the Average Daily Sales (ADS) of 2,607.45 MT, with a market participation of 8%, the NFA stocks would last for 176.81 days.

#### **NATIONAL QUALITY ASSESSMENT (QSAR) OF NFA STOCKS**

The total volume of assessed NFA stored grains as of the end of July 2019 was 11,509,229.90 bags, composed of palay, and milled rice, this decreased by 7.89% from the June 2019 volume of 12,494,789 bags. Stocks fit as food (rice) and feed (corn) represent 99.999% of the total assessed grains. Stocks for disposition were 5.80 bags (0.001%), composed of totally damaged milled rice.

<b>CLASSIFICATION/ CONDITION OF STOCKS</b>	<b>Quantity (in 50-kg bags)</b>	<b>PERCENTAGE (%)</b>	
Good Quality (GQ)	9,024,698.80	78.413	} 99.999
Treated	2,435,452.40	21.161	
For treatment	49,073.00	0.425	}
Total for Disposition	5.80		
-Sweepings	0.00	0.000	} 0.001
-Partially Damaged	0.00	0.000	
Totally Damaged	5.80	0.001	}
<b>TOTAL</b>	<b>11,509,229.90</b>	<b>100%</b>	

#### **INTERNAL AUDIT SERVICES**

In July 2019, the following Audit Services were conducted:

##### **I. AUDIT ENGAGEMENTS**

- A. Fact Finding Investigation Team to conduct investigation on Alleged NFA issues/regularities raised during the 2/27/2018 Senate Hearing for Regions I – XV. Report preparation on-going with additional data.
- B. Completed review of computation of six Perpetual Leave Cards.

##### **II. Tolerable Allowance (TOLA)**

- A. Issued 26 Certifications of Stock (Grains and MTS) Accountabilities of NFA officials and rank and file employees.

## **FOOD DEVELOPMENT CENTER**

### **Testing**

For the month of July, FDC performed nine physical and sensory evaluation, 132 chemical analysis, six micro analytical, and 171 microbiological analysis, 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

### **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

Operational accomplishment of FDC representing served services to clients for the month of July 2019 amounted to **P653,157.00**

## **LEGAL AFFAIRS**

For the month, 245 activities pertaining to adjudication, documentation and litigation were undertaken, details of which are as follows:

### **LEGAL AFFAIRS DEPARTMENT**

As of July 31, 2019

<b>Adjudication</b>	<b>36</b>
Recording/Docketing of Cases	9
Position papers	2
Assignment of cases to HO's/PRO's	4
Drafting of FIR's, Decisions and Resolutions <sup>4</sup>	4
Resolution of Motion for Reconsideration (MR) to the Decision/s & other litigious motions or remedies	2
Submission of Position Papers, Memoranda, and other pleadings	4
Support Functions	7
Report Compliance	3
Actions on requests for certification from CO and Fos	1
<b>Documentation &amp; Legal Research</b>	<b>25</b>
Contracts reviewed/evaluated	8
Opinions rendered	15
Opening of sealed canvass	1
Pre-Bid Conference (TWG)/Post Qualification	1
<b>Litigation</b>	<b>222</b>
Hearing/s attended by Lawyers	19
Pleadings, memoranda & related documents prepared by Lawyers	10
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	32
Certifications/COC of no pending case	161
<b>TOTAL</b>	<b>283</b>

## **CORPORATE PLANNING AND MANAGEMENT SERVICES**

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

- On June 30, 2019, The SOP on the Grant of Local and Foreign Scholarship submitted by the Manual Systems Development Division, has been approved.
- The development of the Electronic Integrated Financial Operation and Management Information System (e-IFOMIS) is at 97.18%. This covers the evaluation and validation of the results of pilot listings.

### **Corporate Planning**

- Prepared updates on instructions given during June MANCOM meetings.
- Support Group for Change Management Team CMT
- Prepared update reports on negotiation meeting with GCG-TWG on NFA restructuring.

### **Corporate Development and/or Evaluation:**

1. Asset Rationalization Program
  - a. Prepared and submitted to EXCOM the status of NFA lots occupied by PNP in Bataan, Butuan and Zambales.
  - b. On-going Complete Staff Work (CSW) for the divestment of the following:
    - Calintaan, Occidental Mindoro
    - Maramag, Bukidnon
    - Catalunan Grande
  - c. Endorsed to DOF the list of NFA properties for divestment that includes description, pictures and location.
  - d. Submitted to BTFMD and DOF the list of 5-year divestment plan, categorized as to:
    - titled and those with issues.
  - e. Prepared update report on ARP status for the Administrator.
  - f. Prepared update report on the request of RDC XII for the transfer of administrative and operational concern of General Santos City to Koronadal City.

## **CONTRIBUTION TO THE ECONOMY:**

As of June 2019, NFA contributed ₱1,131,451,462.05 to the country's economy in terms of the following increase in economic activities:

<b>PARTICULARS</b>		<b>A MOUNT</b>
1.	Palay Procurement	976,958,327.95
2.	Corn Procurement	-
3.	Rent Expenses	4,238,896.87
4.	Transportation & Deliveries Expenses	28,764,454.19
5.	Storage	-
6.	General Services	2,183,564.43
7.	Janitorial Services	244,625.07
8.	Security Services	28,273,254.44
9.	Drying	5,623,288.40
10.	Milling	67,742.56
11.	Handling	26,443,621.81
12.	Tax Witheld from Employees' Compensation	9,904,257.86
13.	Tax Witheld from Suppliers of Goods & Services	48,749,428.47
<b>TOTAL</b>		<b>1,131,451,462.05</b>

### *Per trial balance of June, 2019*

## **PUBLIC AFFAIRS**

### 1. News Releases

- Training on Thermal Process Operation for Retort Operators
- NFA exceeds palay procurement target by 140% in June
- NFA Rice Stocks Prepositioned in Areas to be hit by Falcon
- NFA continues to surpass palay buying targets
- NFA issues 437 bags of rice for earthquake relief in Batanes
- NFA releases rice for earthquake victims in Batanes

These releases merited publication in the following newspapers:

Daily Tribune (4X), Malaya (2X), Philippine Daily Inquirer, Manila Times, Manila Bulletin, Business World and Tempo

2. Replied to 280 queries on NFA Facebook Account
3. Shared/posted 13 news articles/press releases
  - Added 5 new friends (total 2795)
4. Monitored NFA Twitter account @bigas\_NFA
5. Monitored and clipped 214 news items on NFA corporate and agri-related issues and concerns and provided copies to concerned NFA officials.