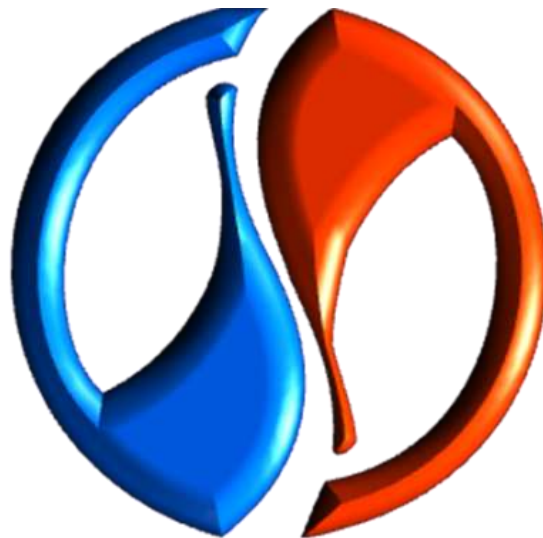


National Food Authority

**3RD Quarter
Accomplishment Report**
(July-September 2019)

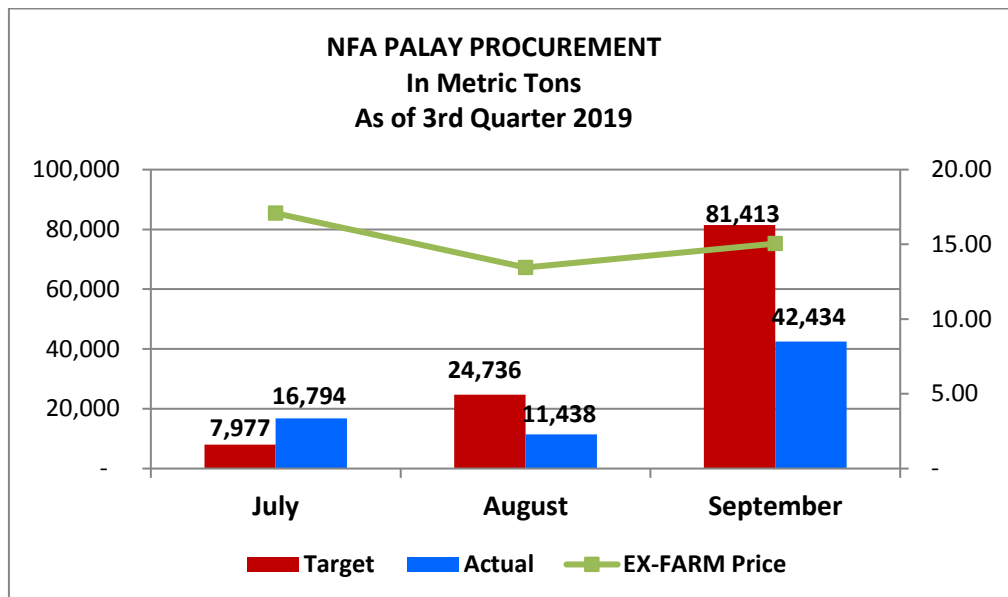


I. SUPPLY AND PRICE OF STAPLE CEREALS

PROCUREMENT

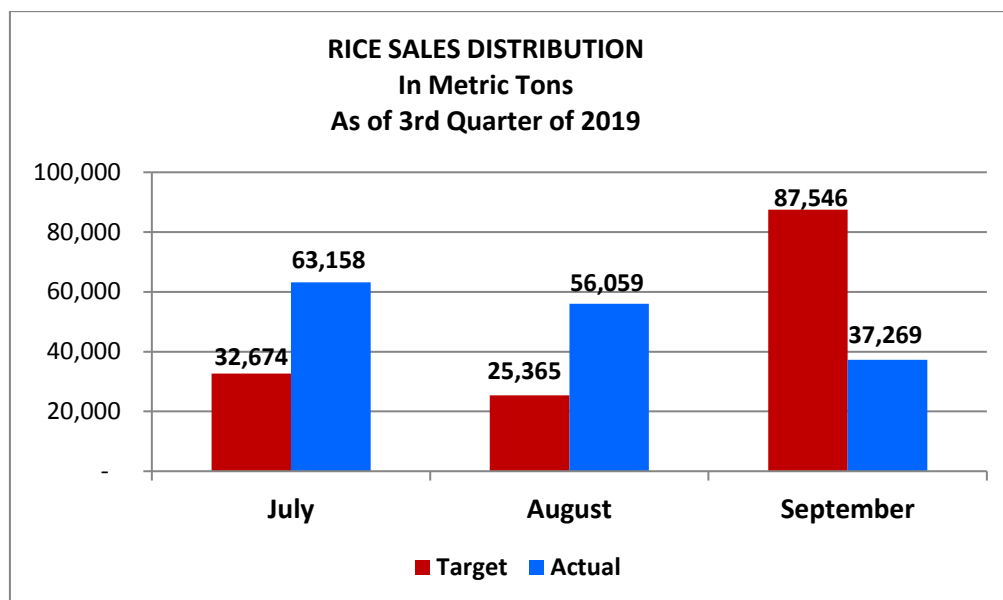
Palay

For the 3rd quarter of 2019, NFA procured 70,667 MT of palay, which is 61.92% accomplishment of the quarter's target of 114,126 MT and 18% of the original Council approved volume of 389,000MT. In terms of operational target, the low procurement is due to the lean months season. The procurement from January to September 30, 2019 is 47% accomplishment or 341,519 MT of palay procured of the annual target of 723,000 MT.



DISTRIBUTION

For the 3rd quarter of 2019, NFA distributed 156,486 MT of rice, equivalent to 107.49% accomplishment of the quarter's target of 145,585 MT. The January to September 30, 2019 accomplishment is 59% equivalent to 603,496 MT of the annual target of 1,025,710 MT.



PRICES

Average Ex-Farm Prices vs NFA Buying Price

(Price per kg)
3rd Quarter 2019

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	19.00*	17.08	(1.92)
YGN	12.30	13.45	(1.15)
WGN	13.00	15.06	(2.06)

* Effective September 11, 2019

The average ex-farm prices of palay for the quarter at ₱17.08/kg posted a ₱1.92/kg difference from the NFA's buying price of ₱19.00/kg. Likewise, ex-farm prices for yellow corn at ₱13.45/kg and white corn at ₱15.06/kg were higher by ₱1.15/kg and ₱2.06/kg respectively, compared to the NFA buying price.

Average Prevailing Wholesale/Retail Price of Rice and Corn
(Peso per kg)
3rd Quarter 2019

<i>Commodity</i>	<i>Sep</i>	<i>Aug</i>	<i>July</i>	<i>Average Price 2019 (3rd qtr)</i>	<i>Average Price 2018 (3rd qtr)</i>	<i>Price Increase/ Decrease</i>
Whole Sale						
WMR	38.35	38.97	39.14	38.82	43.99	5.17
RMR	42.15	42.54	42.78	42.49	40.86	1.63
YGN	20.75	19.89	18.26	19.63	20.51	0.88
WGN	17.29	18.05	18.42	17.92	21.08	3.16
Retail						
WMR	34.21	34.91	35.27	34.80	46.81	12.01
RMR	37.73	38.23	38.41	38.12	43.33	5.21
YGN	25.62	24.92	23.67	24.74	25.18	0.44
WGN	26.69	27.03	27.15	26.96	27.81	0.85

For the 3rd quarter of 2019, WMR and RMR wholesale prices posted an average price of ₱38.82/kg and ₱42.49/kg, respectively. Compared with same period last year, WMR decreased by ₱5.17/kg., while RMR increased by ₱1.63/kg. On the retail level, WMR and RMR average prices were at ₱34.80/kg and ₱38.12/kg, posting average decreased of ₱12.01/kg and ₱5.21/kg, compared to 2018, respectively.

Corn prices generally decreased during the quarter in review. Wholesale and retail prices of yellow corn and white corn registered decreases of ₱0.88/kg and ₱0.44/kg., and ₱3.16/kg. and ₱0.81/kg., respectively.

II. BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED

RICE STOCK INVENTORY

For the 3rd quarter of 2019, NFA had an average stock inventory of 7,894,201 bags (total rice equivalent –TRE) or 394,710 MT, good to last for 12.11 days, based on the 2019 national daily rice consumption requirement of 32,593 MT.

NATIONAL QUALITY ASSESSMENT (QSAR) OF NFA STOCKS

CLASSIFICATION/ CONDITION OF STOCKS	Quantity (in 50-kg bags)	PERCENTAGE (%)	
Good Quality (GQ)	7,449,187.40	73.365	
Treated	2,693,210.70	26.525	99.999
For treatment	11,051.10	0.109	
-Sweepings	0.00	0.000	
-Partially Damaged	0.00	0.000	0.001
Totally Damaged	88.40	0.001	
TOTAL	10,153,537.60		100%

The total volume of assessed NFA stored grains for the 3rd quarter of 2019 was 10,153,537.60 bags, composed of palay, milled rice and corn grains, Stocks fit as food (rice) and feed (corn) represent 99.999% of the total assessed grains. Stocks for disposition were 88 bags which comprise the (0.001%) totally damaged milled rice.

TECHNICAL RESEARCH AND SERVICES DEPARTMENT

Metrology Services

During the 3rd quarter of 2019, Metrology Division's personnel undertook troubleshooting, repair, verification and adjustment of metrology equipment of Field Offices. The NFA saved an estimated amount of ₱165,380.00 for directly undertaking those activities.

Engineering Services

The construction and maintenance of storage facilities and office buildings were aimed to improve NFA's operations:

Completed Projects

- Construction of Perimeter fence in Puerto Princesa City, Palawan.
- Construction of One-storey Provincial Office Building with Roof deck in Puerto Princesa City, Palawan.

On-going Projects

- Construction of a 45-TCC Warehouse in Bantay, Ilocos Sur.at 31% accomplishment.
- Construction of Central Office Building in Visayas Avenue, Quezon City.
- Construction of 100 TCC warehouse 1 in Alang-alang Leyte at 85% accomplishment.

FOOD DEVELOPMENT CENTER

Testing

- Performed 40 physical and sensory evaluation, 573 chemical analyses, 244 microbiological.
- 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 seven progress report.
 - Prepared one project proposal.

Quality Assurance

- Conducted inspection of 20 food manufacturing plants and issue compliance certificates.
- Provided one consultancy service

Training Programs

- Designed/developed two new training courses
- Implemented four training courses to the food industry and government agencies
- Prepared/improved six training course materials
- Evaluated the implementation of five training courses

Industry Liaison

- Evaluated 182 clients' technical inquiries, which analyses/services to be recommended to FDC to meet international standards
- Prepared evaluation report on three customer satisfaction survey
- Monitored and delivered 323 FDC technical reports to stakeholders

ISO Compliance

- Certified ISO 9001:2015 by Certification International Philippines, Inc (CIPI)
- Granted accreditation to ISO/IEC 17025 by Philippine Accreditation Bureau (PAB)
- Implemented 46 QA activities for testing laboratories
- Monitored, reviewed and verified effectiveness of 14 ISO documents
- Prepared three audit reports for ISO 9001:2015 and two audit report/document for ISO/IEC 17025:2005

Operational accomplishment of FDC representing served services to clients for the 3rd quarter of 2019 amounted to ₱1,495,218.96. Income from collections received from clients' requests for FDC services (RFDCS) is ₱2,043,457.00.

III. DEVELOPMENTAL REGULATION OF THE GRAINS INDUSTRY IMPLEMENTED AND ENFORCED

UGNAYANs (Farmers' Assembly)

Performance Indicator	Accomplishment
UGNAYANs conducted	122
Participants	3,133

Ugnayans as a means to communicate/coordinate NFA programs, projects and activities with its stakeholders were still continued.

For the 3rd quarter of 2019, 122 *Ugnayans* were conducted, participated in by 3,133 NFA Stakeholders, 34.42% higher than the 1,480 participants in 43 *Ugnayan* sessions during the 3rd quarter of 2018.

IV. MANAGEMENT EFFICIENCY AND COMPETENCY

CORPORATE PLANNING AND MANAGEMENT SERVICES

Information Technology/Systems Development/SOPs

- As of September 30, 2019, the development of the Electronic Integrated Financial Operation and Management Information System (e-IFOMIS) is 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 Board Resolution for NFA's designated ICRS representatives as required by GCG.
- Prepared Frequently Asked Questions (FAQ) on NFA Current Issues for FY2020 Plan & Budget Plenary Hearings
- Submitted 2nd Quarter Performance Scorecard Report
- Prepared memorandum regarding compliance to the GCG Good Governance condition and other requirements
- Letter for DA on NFA focal persons on Public Investment Program (PIP) and attended its orientation meeting

Asset Rationalization Program:

- a) Divestment of Assets
 - Completed Complete Staff Work (CSW) on FLGC Unit III in Maragusan, Compostela Valley

b) Evaluation

- Proposed lease of the vacant lot at the NFA ACA compound by DMCI.
 - Status of the issuance of Presidential Proclamation of NFA lot in Sta. Ana Davao City
 - Prepared letter reply to BARRM regarding the usage of NFA building inside BARRM complex.
 - FLGC warehouse in Brgy. Bugallon, North Ramon, Isabela
 - Construction of additional warehouse at NFA-NAWACO in Magsaysay Occidental Mindoro.
 - Completed evaluation on the intention of LBP to purchase a lot portion in NFA Cabanatuan.
 - Finalized CSW on the swapping of NFA Tagudin property in Ilocos Sur.
- Acted as Secretariat to three management meetings

Monitoring and Reporting

1. Prepared monthly and 2nd quarter NFA Accomplishment reports.
2. Submitted the NFA Public Service Continuity Plan (PSCP)
3. Submitted the 3rd Quarter Report on Government Projects/Programs/Activities to COA.
4. Submitted Quarterly Physical Report of Operation (BAR1 Form) to DBM.
5. Finalized report to COA-AOM for 2017-2019 on the -Agency Action Plan.
 - Submitted Public Service Continuity Plan
 - Update on e-IFOMIS

LEAP

- Attended/prepared materials on RA 11203 hearings both in the House of Representatives and Senate.
- Attended/prepared materials on Senate Budget Hearing.

INTERNAL AUDIT SERVICES

1. Fact-Finding Investigation Team conducted Investigation on Alleged NFA issues/irregularities raised during the Senate Hearing: Regions I to XV.
2. Issued 67 Certifications for Stock (Grains and MTS) Accountabilities of NFA officials and rank and file employees
3. Consolidation of Highlights of Audit Findings from 2013 to present.

PUBLIC AFFAIRS

1. Monitored /shared /replied and posted updates on NFA social media accounts
2. Issued news/photo releases for media
3. Coordinated the following:
 - Malacañang Hotline 8888: relayed/endorsed 75 complaints to concerned office/officials/employees;
 - Follow up on prompt compliance on complaints and endorsement of the same to the Office of the President.

LEGAL AFFAIRS

For the 3rd quarter of 2019, activities pertaining to adjudication, documentation and litigation were undertaken:

Adjudication	80
Submission of Position Papers, Memoranda, and other pleadings	13
Support Functions	7
Report Compliance	3
Actions on request for certification from Cos and FOs	1
Recording/Docketing of Cases	9
Position Papers	4
Assignment of cases to HO's/PRO's	4
Drafting of FIR's, Decisions and Resolutions	4
Resolution of Motion for Reconsideration (MR) TO THE Decision/s & other litigious motions or remedies	2
Pre-Hearing conference conducted	1
Motions/Pleading filed	1
Motion to Resolve reproduced and served	2
FIRs reviewed and submitted	8
Draft decisions for review	4
Opinions prepared	11
Opinions served	3
Accomplishment report prepared	3
Documentation & Legal Research	48
Contracts reviewed/evaluated	17
Opinions rendered	22
Notice of Disallowance	7
Opening of Sealed Canvass/Bids	1
Pre-Bid Conference (TWG)/Post Qualification	1
Litigation	720
Hearing/s attended by Lawyers	36
Pleadings, memoranda & related documents prepared by Lawyers	19
Opinions, reports, requests, queries & communications	74
Certifications/COC of no pending case	591
TOTAL	<u>848</u>

FINANCE & ADMINISTRATION

Contribution to the Economy (3rd quarter of 2019)

NFA has contributed **P928,590,232.27** to the country's economy in terms of the following increase in economic activities.

PARTICULARS		AMOUNT
1	Palay Procurement	777,719,490.64
3	Rent Expenses	2,982,478.36
4	Transportation & Deliveries Expenses	43,903,269.07
5	General Services	2,827,297.73
6	Janitorial Services	1,576,638.75
7	Security Services	32,015,848.12
8	Drying	3,111,932.38
9	Milling	571,765.03
10	Handling	25,371,115.66
11	Tax Withheld from Employees' Compensation	9,504,889.96
12	Tax Withheld from Suppliers of Goods & Services	29,005,506.57
TOTAL		928,590,232.27

Debt – Management

Particulars	Balance as of September 30 (in Million Pesos)
I Short-Term Credit Lines	48,077.839
II Long-Term Loans	
LBP – Notes	4,365.000
Various Creditors – Treasury Bonds	39,937.500
Long Term Notes Syndicated – New	9,000.000
LBP	4,500.000
DBP	4,500.000
Foreign-Japanese Rice Loan	78.392
Net Lending	58,163.623
TOTAL BANK LOANS	159,622.354

HUMAN RESOURCE MANAGEMENT

NFA Personnel Complement as of September 30, 2019

Status/Station	Authorized Positions	Filled Up Positions	Vacancies
Regular			
Central Office	615	503	112
Field Office	3,821	3,284	537
Sub-Total	4,436	3,787	649
CTI Personnel			
Central Office	49	49	
Field Office	222	222	
Sub-Total	271	271	
Total	4,707	4,058	649

Trainings

For the 3rd quarter of 2019, NFA facilitated the participation of 153 NFA officials and employees in 4 internal and 2 external trainings.

TITLE	No. Of Participants	Duration
I. Internal Training	151	
1 In House Symposium for NFA Certified Pesticide Applicators Fumigators Batch 1 / Cebu	21	Aug 2
2 In House Symposium for NFA Certified Pesticide Applicators Fumigators Batch 1 / Cabanatuan	60	Aug 9
3 Commercial Stock Survey	30	Sep 18-20
4 Accountants & Budget Officers Seminar/Workshop	40	Sep 29-30
II. External Training	2	
1 Thermal Process Operation for Retort Operators	1	August 15-16
2 Career Development and succession Planning Seminar/Workshop	1	Sep 16-19
TOTAL	153	