

# National Food Authority

3<sup>rd</sup> Quarter 2020  
Accomplishment Report

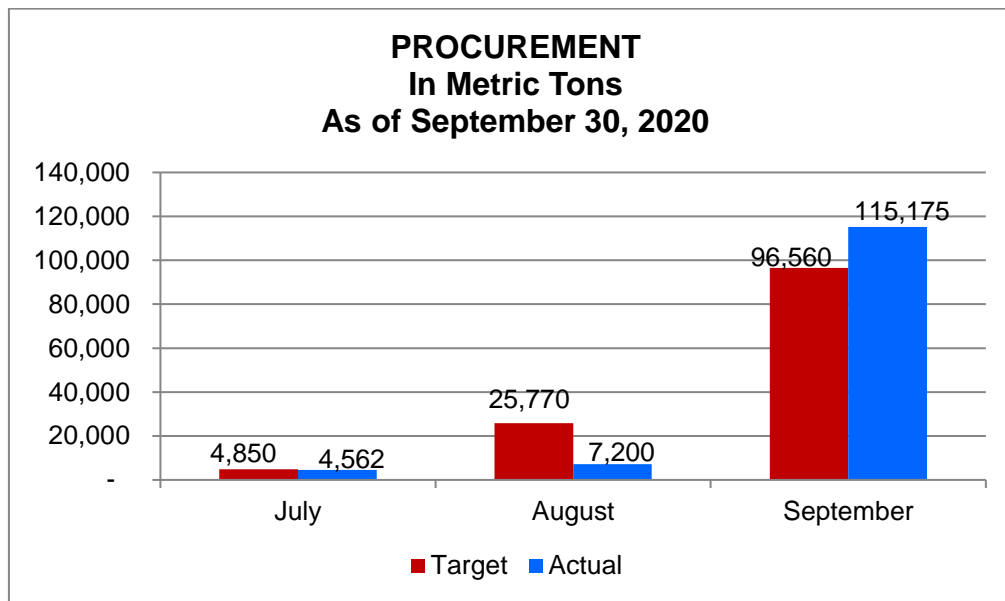


## I. SUPPLY AND PRICE OF STAPLE CEREALS

### PROCUREMENT

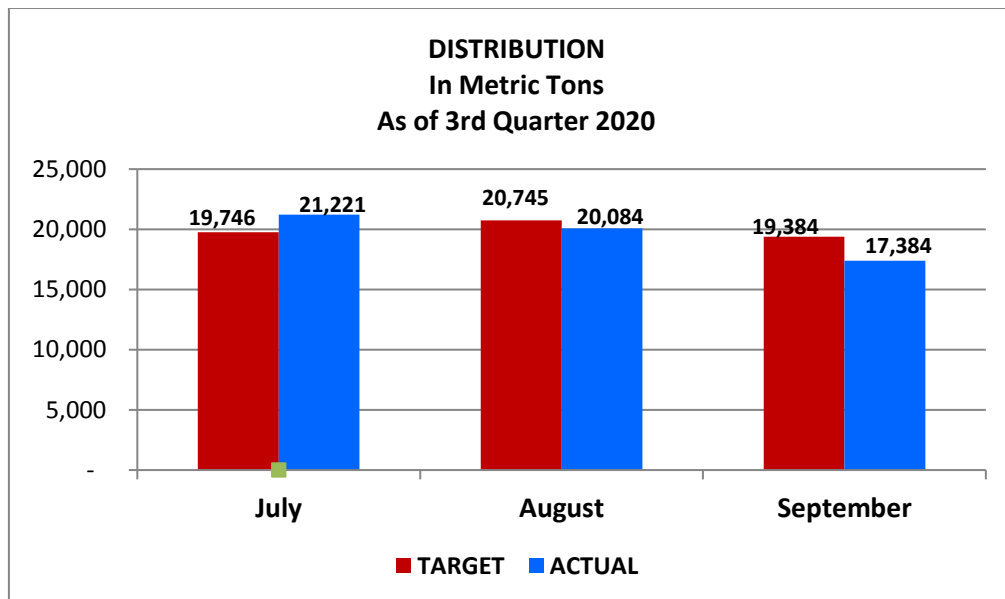
#### Palay

For the 3<sup>rd</sup> quarter of 2020, NFA procured 126,936.60 MT of palay, which is 99.81% accomplishment of the quarter's 127,180 MT target. This is 37.89% higher than the 61.92% accomplishment (equivalent to 70,667 MT) for the same quarter last year. The high procurement can be attributed to the average ex-farmgate price of palay at ₱17.92 /kg being lower than the NFA's buying price of ₱19.00/kg.



## **DISTRIBUTION**

For the 3rd quarter of 2020, NFA distributed 58,690 MT of rice, equivalent to 98% accomplishment of the quarter's target of 58,857 MT. This is 9.49% lower than the 107.49% accomplishment (equivalent to 156,486 MT) for the same quarter last year. The high distribution can be attributed to the massive rice releases to DSWD, LGUs and other relief institutions, intended for COVID-19 relief operations.



## PRICES

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

(Price per kg)  
3<sup>rd</sup> Quarter 2020

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	19.00*	17.92	<b>1.08</b>
YGN	12.30	12.53	<b>(0.23)</b>
WGN	13.00	13.90	<b>(0.90)</b>

\* Effective September 11, 2019

The average ex-farm price of palay for the quarter was lower by ₱1.08/kg from the NFA's buying price of ₱19.00/kg. On the other hand, the ex-farm prices for yellow corn at ₱12.53/kg and white corn at ₱13.90/kg were higher by ₱0.23/kg and ₱0.90/kg respectively, compared to the NFA buying prices for corn.

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

(Peso per kg)  
3<sup>rd</sup> Quarter 2020

Commodity	Average Price 2020 (3 <sup>rd</sup> qtr)	Average Price 2019 (3 <sup>rd</sup> qtr)	Price Increase/Decrease
<b>Whole Sale</b>			
WMR	38.80	38.82	(0.02)
RMR	42.35	42.49	(0.14)
YGN	21.08	19.63	1.45
WGN	25.15	17.92	7.23
<b>Retail</b>			
WMR	34.21	34.80	(0.59)
RMR	38.09	38.12	(0.03)
YGN	17.04	24.74	(7.70)
WGN	27.57	26.96	0.61

For the 3<sup>rd</sup> quarter of 2020, WMR and RMR wholesale prices posted an average price of ₱38.80/kg and ₱42.35/kg, respectively. Compared with same period last year, both posted a slight average decrease of ₱0.02/kg and ₱0.14/kg, respectively. On the retail level, WMR and RMR average prices of ₱34.21/kg and ₱38.09/kg, posted an average decrease of ₱0.59/kg and ₱0.03/kg, compared to the same period in 2019, respectively.

Compared to 3<sup>rd</sup> quarter last year, wholesale prices of yellow corn registered an increase of ₱1.45/kg and retail prices decrease by ₱7.70./kg. On the other hand, wholesale and retail of white corn posted increases of ₱7.23/kg. and ₱0.61/kg., respectively.

## II. BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED

### RICE STOCK INVENTORY

For the 3<sup>rd</sup> quarter of 2020, NFA's stock inventory of 4,950,368 bags (total rice equivalent –TRE) or 247,518.40 MT is good to last for 7.48 days, based on the daily rice consumption rate of 33,097 MT. However, based on Average Daily Sales of 14,330 bags, the inventory is good to last for 345.46 days. It should be noted that NFA's inventory is only part of the national rice inventory of the entire country.

### NATIONAL QUALITY ASSESSMENT OF NFA STOCKS

Classification/ Condition of Stocks	Quantity (in 50-kg bags)	Percentage (%)
Good quality (GQ)	4,392,724.47	83.219
Treated	884,891.47	16.764
For treatment	186.33	0.003
Sweepings	103.27	0.002
Partially damaged	41.37	0.001
Totally damaged	565.70	0.011
<b>Total</b>	<b>5,278,512.61</b>	<b>100.00</b>

The total average volume of assessed NFA stored grains for the 3<sup>rd</sup> quarter of 2020 was 5,278,512.60 bags, composed of palay, milled rice and corn grains. Stocks fit as food (rice) and feed (corn) represent 99.983% of the total assessed grains. Totally damaged milled rice stocks for disposition consisted of 565.7 bags, equivalent to 0.011% of the total stock inventory.

### TECHNICAL RESEARCH AND SERVICES DEPARTMENT

#### **Engineering Services**

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

##### On-going Projects

- Construction of a 45-TCC Warehouse in Bantay, Ilocos Sur at 71.55% accomplishment.
- Construction of Central Office Building in Visayas Avenue, Quezon City at 95.56% accomplishment.

#### **Metrology Services**

During the quarter, Metrology Division's personnel undertook troubleshooting, repair, verification and adjustment of metrology equipment of field offices as requested. This enabled the agency to save ₱63,200.

## Truck scale Utilization

Truckscale report for the quarter from the NFA provincial offices:

Number of reports received	:	87 Provincial Reports
Number of bags weighed	:	3,152,169.41 bags
Savings from handling	:	₱ 11,385,665.49
Income from third-party services	:	₱ 46,729.85

Through the technical assistance provided by TRSD-MD personnel in keeping the field office truck scales in good operating condition, Metrology Division indirectly was able to help the agency saved on handling cost amounting to ₱11,882,395.34. It likewise, generated an income of ₱ 46,729.85, from the third-party services.

### III. MANAGEMENT EFFICIENCY AND COMPETENCY

#### CORPORATE PLANNING AND MANAGEMENT SERVICES

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

- As of September 30, 2020, the development of the Electronic Integrated Financial Operation and Management Information System (e-IFOMIS) is 97.41%. This covers the evaluation and validation of the results of pilot listings.

##### **Standard Operating Procedures (SOPs)**

###### **Approved:**

1. SOP on Warehouse Handling and Allied Services approved on July 20, 2020
2. SOP on Palay and Corn Classification and Coding System

###### **For Management Review/Approval:**

1. SOP on the Leased of Private Warehouses-with Legal Affairs Department as of July 31, 2020.
2. SOP on the Filing and Processing of Applications for Retirement-with AO as of June 04, 2020.
3. SOP on Leave of Absence-with AO as of June 17, 2020.
4. SOP on Official Foreign Travel-with AO as of February 28, 2020.
5. SOP on Domestic Travel (revised 2019) with AO as of May 29, 2020.
6. Revised SOP on Overtime Services
7. SOP on Local and Foreign Scholarships-with AO as of June 24, 2020.
8. Revised Specifications of authority for General Services-with AO as of March 19, 2020.
9. Revised SOP on Truckscale Operations & Maintenance returned to AO as of September 8, 2020.

## **Corporate Planning**

- Submitted additional documents requested by GCG re: Validation of 2019 Performance Scorecard.
- Followed up submission of revised finalized OPCR's from Regional Offices
- Submitted to GCG additional data needed re: NFA Financial Information for CY 2012 to 2018.
- Provided GCG the needed data/source document regarding Buffer Stocks.
- Prepared Validation of Inputs in NFA Citizens Charter.
- Prepared submission of various information requirements for FY 2021 Plan and Budget proposal.
- Prepared and submitted to DA power point report re: FY 2020 Mid-year assessment and DA Programs and Projects.
- Prepared letter to DBM Secretary/AO-25 IATF Chairman requesting for exemption from the ISO certification requirement of EO 605 and AO-25 IATF MC 2020-1.
- On-going monitoring of requirements to be eligible for the grant of the FY 2020 PBB.
- Prepared additional updates on NFA deliverables on RA 11203.
- Prepared reviewed letter to NEDA-EDC Secretariat requesting for excerpts of the minutes of meeting dated October 23, 2019, as additional documents for the validation of SM5 – Divestment of Assets of the 2019 Performance Scorecard
- Answered GCG query re: SM 5 – Divestment of Properties; Submitted to GCG through Ms. Kaleena Santillan, the NFA Council Secretary Certificate on the approval of Divestment of the NDO Property. Also submitted the unamended deed of sale of the NDO property as additional documents for the validation of the 2010 Performance Scorecard.
- Answered inquiries from GCG re: submitted additional documents for the validation of the 2019 Performance Scorecard
- Prepared memorandum to departments concerned on Recalibration of Targets in the 2020 Performance Scorecard.
- Finalized and consolidated submissions of concerned departments re: Recalibration of their targets for the 2020 Performance Scorecard. Also finalized NFA's 2020 Risk Mitigation Plan. Both were submitted to OAAFA and AO for approval.
- On-going review of 2019 2nd Semester OPCR's.
- On-going consolidation of 2020 1st Semester OPCR's.
- Finalized the proposed 2021 NFA Performance Scorecard. Submitted to OAAFA and AO for approval
- Finalized consolidation of revisions from the validation of inputs in the NFA Citizen's Charter.
- Prepared and submitted to DA, NFA's Public Service Continuity Planning and Management Team (SCPMT) Weekly Report (letter to DA, 2 endorsement, memoranda, Executive Summary, Tables A, B, C and D, including coordination with other departments and data gathering).

### **Asset Rationalization Program:**

On-going Complete Staff Work (CSW)/Evaluation:

- NFA Tibal-Og Property in Sto. Tomas Davao del Norte. Initial evaluation on the request of the Provincial Governor to donate the property to the LGU in exchange for the settlement of taxes of all NFA properties amounting to ₱523,727.46.
- Proposed 100k-bag capacity warehouse construction in Baguer, Libungan for finalization
- Proposed 100k-bag capacity warehouse construction in Saguday, Quirino
- Warehouse evaluation of Sanchez Mira, Cagayan.
- Turn-over of NFA Macabebe properties to LGU of Macabebe. On-going coordination with BTFMD on the titles and cost. Prepared memorandum to the Administrator on the discrepancy of price between deed of sale and the cost indicated in the titles.

### **Monitoring and Reporting**

- Prepared NFA Monthly Accomplishment Report for July, August & September
- Prepared COA 3rd Quarterly Report on Government PPAs.
- Prepared Third Quarter Accomplishment Report submitted to GCG.
- Submitted CPD Risk Register and Opportunity Action Plan for TRSD ISO.
- Submitted BAR 1 form as of September 30, 2020 to DBM

### **INTERNAL AUDIT SERVICES**

1. Special Audit on Perpetual Leave Card Administration for Regions 1 to Region VIII, NCR and Central Office.
2. Special Audit on Cash Accountabilities of NFA Collecting and Procurement Disbursing Officers of NFA Albay Provincial Office- final report for review.
3. Consolidation of Doable Action Plan- for finalization.
4. Completed the examination/audit of 336 employees Perpetual Leave Card
5. Issued 170 Certifications for Stock (Grains and MTS) Accountabilities of NFA officials and rank and file employees
6. Consolidated Status of Stock Accountable Officers (SAOs) Accountabilities as June 30,2020, on-going
7. National Consolidated Status of SAOs Accountabilities as of June 30,2020, on-going
8. Monitoring of Physical Inventory Report as of May 2020, on-going.



## **PUBLIC AFFAIRS**

- Updated Frequently Asked Questions (FAQs) in relation to 2021 Budget Hearing.
- Answered/replied 80+86+ inquiries of netizens via Facebook (FB) page.
- Endorsed two complaints to concerned offices/officials/employees and ensured prompt compliance for submission to the Office of the President.
- Monitored thru internet and prepared summary of 663 news clippings from national dailies, tabloids and other media outfits (local and foreign).

## **LEGAL AFFAIRS**

For the third quarter 931, activities pertaining to adjudication, documentation and litigation were undertaken as follows:

<b>Adjudication</b>	<b>37</b>
Submitted Draft Decisions Resolutions to AO	21
Handling, Prosecution of Administrative Cases	3
Submitted Formal Investigation Reports (FIRs)	13
<b>Documentation &amp; Legal Research</b>	<b>53</b>
Contracts/ SOP reviewed/evaluated	17
Opinions rendered	19
Memos re: Notice of Disallowance	9
Other Memos	8
<b>Litigation</b>	<b>841</b>
Hearing/s attended by Lawyers	8
Pleadings memoranda & related documents prepared by Lawyers	20
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	115
Certifications/COC of no pending case	694
Other Accomplishments	4
<b>TOTAL</b>	<b>931</b>

## **FINANCE & ADMINISTRATION**

### **CONTRIBUTION TO THE ECONOMY:**

NFA has contributed **₱2,370,505,336.03** to the country's economy in terms of the following increase in economic activities.

<b>PARTICULARS</b>		<b>AMOUNT</b>
1	Palay Procurement	2,236,956,864.64
3	Rent Expenses	9,824,650.23
4	Transportation & Deliveries Expenses	2,551,296.28
5	General Services	2,923,051.56
6	Janitorial Services	25,278,095.17
7	Security Services	186,016.20
8	Milling	299,810.30
9	Handling	58,986,023.03
10	Tax Withheld from Employees' Compensation	9,292,549.03
11	Tax Withheld from	24,206,979.59
<b>TOTAL</b>		<b>2,370,505,336.03</b>

### **Debt - Management**

<b>Particulars</b>	<b>Balance as of September 30, 2020 ( in Million Pesos)</b>
<b>II Short-Term Credit Lines</b>	47,918.656
<b>III Long-Term Loans</b>	
LBP – Notes	2,565.000
Various Creditors – Treasury Bonds	23,437.500
Long Term Notes Syndicated – New	7,740.000
Foreign-Japanese Rice Loan	62.088
Net Lending	51,328.898
<b>TOTAL BANK LOANS</b>	<b>133,052.142</b>

The outstanding NFA bank loans as of September 30, 2020, amounted to ₱133,052.142B.

## **HUMAN RESOURCE MANAGEMENT**

When the government implemented the community quarantine, NFA assigned skeleton workforce to ensure continuity of NFA services to the public. As of September 30, 2020, most regions and provinces including National Capital Region (NCR) have been classified as General Community Quarantine areas, while others have been declared as Modified General Community Quarantine areas. Work arrangements have been set at 50% workforce reporting to office, while 50% are on work-from-home (WFH) work arrangement scheduled to shift weekly- to comply with the physical distancing protocol. Under the straight WFH arrangement are the most vulnerable members of the workforce. These are senior citizens, pregnant, and those with health issues.

### **NFA PERSONNEL COMPLEMENT as of September 30, 2020**

<b>Status</b>	<b>Authorized Positions</b>	<b>Filled-up positions</b>	<b>Vacancies</b>
<b><i>Regular</i></b>			
Central Office	514	394	120
Field Office	3,821	3,059	762
Sub Total	4,335	3,453	882
<b><i>CTI</i></b>			
Central Office	42	42	
Field office	205	205	
Sub Total	247	247	
<b>Total</b>	<b>4,582</b>	<b>3,700</b>	<b>882</b>