

National Food Authority

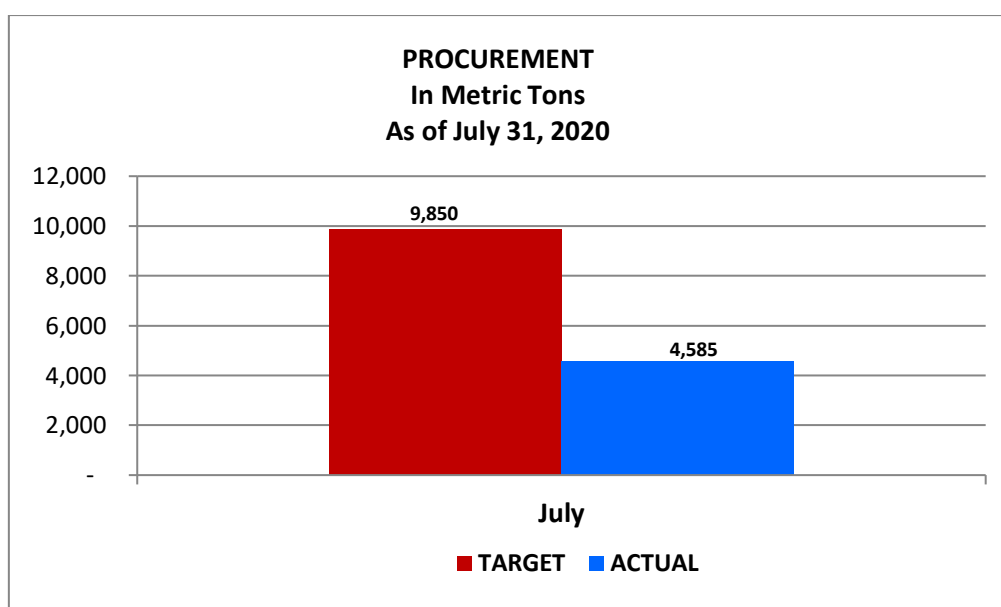
July 2020
Accomplishment Report



I. SUPPLY AND PRICE OF STAPLE CEREALS

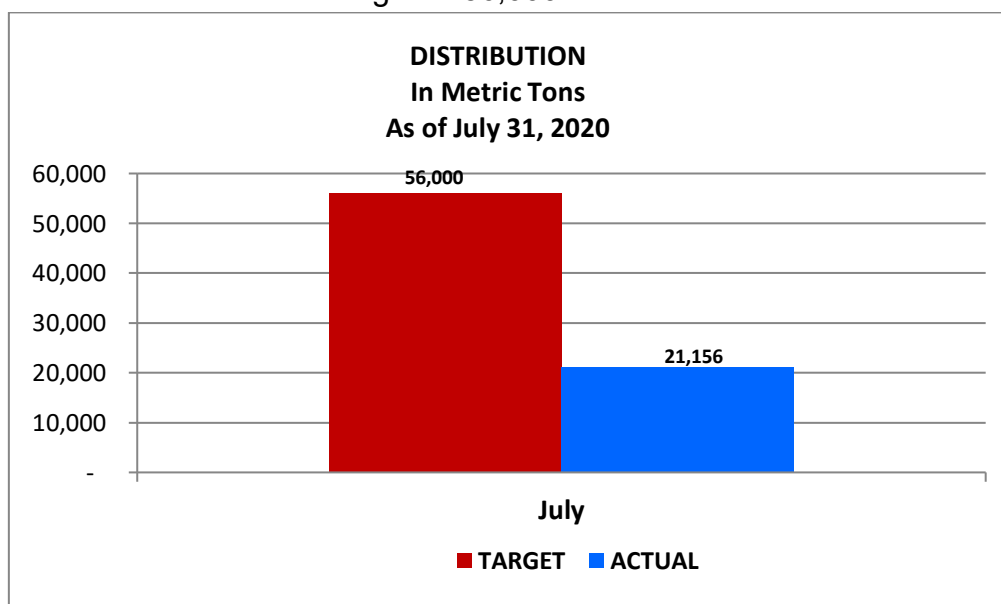
PROCUREMENT

For the month of July NFA procured 4,585 MT of palay, which is 47% accomplishment of the month's target of 9,850 MT. The low procurement can be attributed to the Covid crisis which limits the movement and activity of people to accessing essential good and services.



DISTRIBUTION

For the month of July, NFA distributed 21,156 MT of rice, equivalent to 38% accomplishment of the month's target of 56,000 MT.



PRICES

Based on the Philippine Statistics Authority (PSA) summary of ex-farm prices of palay/rice, the average ex-farm posted a decrease of ₱0.36/kg. from the last month's price of ₱18.90/kg. to ₱18.54/kg for this month. However, compared with NFA's buying price it is low, with the price difference of ₱ 0.46/kg. NFA's buying price for yellow corn grain and white corn grain were lower by ₱ 0.59 and ₱ 1.13 respectively.

Average Ex-Farm Prices vs NFA Buying Price

(Price per kg.)

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	19.00	18.54*	0.46
YGN	12.30	12.89*	(0.59)
WGN	13.00	14.02*	(1.13)

*Sourced: PSA Preliminary as of August 5-11, 2020

Wholesale prices of well milled rice (WMR) and regular milled rice (RMR) compared to last month's level, slightly decreased by ₱0.30/kg and ₱0.17/kg respectively. Likewise, retail prices of well-milled rice and regular-milled rice also decreased by ₱0.30/kg and ₱0.14/kg, respectively. Wholesale price for yellow corn grain, increased by ₱0.14/kg while retail price decreased by ₱0.17/kg. Retail prices of white corn grain increased by ₱0.50/kg. and ₱0.40/kg, respectively.

Average Prevailing Wholesale / Retail Price of Rice and Corn

(Peso per Kg.)

July 31, 2020

Commodity	July	June	Price Diff in (Peso/Kg)
Wholesale			
WMR	39.13	39.43	(0.30)
RMR	42.49	42.66	(0.17)
YGN	21.02	20.88	0.14
WGN	17.38	16.88	0.50
Retail			
WMR	35.55	35.85	(0.30)
RMR	38.34	38.48	(0.14)
YGN	25.55	25.72	(0.17)
WGN	28.50	28.10	0.40

PSA Preliminary as of August 5-11, 2020

II. BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED

RICE STOCK INVENTORY

As of July 31, 2020, NFA's stock inventory of 4,114,781 bags (total rice equivalent – TRE) or 205,739.05 MT is good to last for 6.22 days, based on the daily rice consumption rate. However, based on Average Daily Sales of 17,056 bags, the inventory is good to last for 241.25 days. It should be noted that NFA's inventory is only part of the national rice inventory of the entire country.

TECHNICAL RESEARCH AND SERVICES

Engineering Services

The construction of the following facilities are aimed to improve NFA's operations:

On-going Projects

- Construction of a 45-TCC Warehouse in Bantay, Ilocos Sur at 65% accomplishment.
- Construction of Central Office Building in Visayas Avenue, Quezon City, at 95.56%.

Metrology Services

During the month, NFA undertook troubleshooting, repair, verification and adjustment of metrology equipment of its Field Offices as requested. The agency saved an estimated amount of P35,000 for directly undertaking the troubleshooting, repair, verification, and adjustment of metrology equipment service.

Truckscale Utilization

NFA generated an income amounting to P10,279,682.69 from keeping the truckscalers in good operating condition, and helping save on handling cost.

NATIONAL QUALITY ASSESSMENT (QSAR) OF NFA STOCKS

The total volume of assessed NFA stored grains as of July 31, 2020 was 5,016,432.6 bags composed of palay, milled rice and corn grains, a decrease of 14.62% from June volume of 5,875,310.1 bags. Stocks fit as food (rice) and feed (corn) represent 99.988% of the total assessed grains. Milled rice stocks for disposition were 619.9 bags, composed of (0.012%) totally damaged milled rice.

Classification/ Condition of Stocks	Quantity (in 50-kg bags)	Percentage (%)	
Good quality (GQ)	4,352,099.20.	86.757	
Treated	663,713.40	13.231	99.988
For treatment	0.00	0.000	
- Sweepings	0.00	0.000	
- Partially damaged	54.30	0.001	
Totally damaged	565.70	0.011	0.012
Total	5,016,432.60	100.000	

II. MANAGEMENT EFFICIENCY AND COMPETENCY

CORPORATE PLANNING AND MANAGEMENT SERVICES

Information Technology/Systems Development/SOPs

- The development of the Electronic Integrated Financial Operation and Management Information System (e-IFOMIS) is at 97.41%. This covers the evaluation and validation of the results of pilot listings.

Corporate Planning

- Submitted additional documents requested by GCG re: Validation of 2019 Performance Scorecard.
- Follow 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.
- Prepared and submitted to DA, NFA's Public Service Continuity Planning and Management Team (SCPMT) Weekly Report (letter to DA, two 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 P523,727.46.
- On-going review of projects for divestment submitted by regions.
- On-going CSW of five proposed warehouses.
- On-going consolidation of submissions from Regional Offices re: list and status of properties for divestment.

Monitoring and Reporting

- Prepared NFA Monthly Accomplishment Report for June.
- Prepared NFA Accomplishment Report for the Second Quarter.

INTERNAL AUDIT SERVICES

In July 2020, the following Audit Services were conducted:

Audit Engagements- Ten (10) Audit Engagements

- A. Special Audit on Cash Accountabilities of NFA Collecting and Procurement Disbursing Officer of NFA Albay P.O. –Audit report on-going
- B. Special Audit on Perpetual Leave Card (PLC) Administration of Regions I to Region VIII; final report submitted to Regional Offices.
- C. Completed the examination/audit of 58 employees' Perpetual Leave Cards.
- D. On-going preparation of Guidelines on How to Perform Risk-based Internal Auditing.

Tolerable Allowance (TOLA)

- A. Issued 10 Certifications of Stock (Grains and MTS) Accountabilities for NFA official and rank and file employees.
- B. Consolidated Status of Stock Accountable Officers (SAOs) Accountabilities as of June 30, 2020; on-going.
- C. Consolidation of Doable Action Plan for finalization.

PUBLIC AFFAIRS

- Updated Frequently Asked Questions (FAQs) in relation to 2021 Budget Hearing.
- Answered/replied 80 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 month of July, 203 activities pertaining to adjudication, documentation and litigation were undertaken as follows:

Adjudication	23
Handling, Prosecution of Administrative Cases	3
Preparation of decisions, Resolutions and Formal Investigation Reports (FIRs)	14
Submitted Formal Investigation Reports (FIRs)	6
Documentation & Legal Research	20
Contracts/ SOP reviewed/evaluated	6
Opinions rendered	8
Memos re: Notice of Disallowance	3
Other Memos	3
Litigation	160
Hearing/s attended	2
Pleadings	2
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	36
Certifications/COC of no pending case	120
TOTAL	203

FINANCE & ADMINISTRATION

CONTRIBUTION TO THE ECONOMY:

NFA has contributed **P 248,152,516.63** to the country's economy in terms of the following increase in economic activities.

PARTICULARS	AMOUNT
1 Palay Procurement	84,820,323.70
3 Rent Expenses	6,924,455.02
4 Transportation & Deliveries Expenses	52,211,559.65
5 General Services	665,023.48
6 Janitorial Services	774,804.52
7 Security Services	31,479,829.08
8 Milling	5,244,867.12
9 Handling	33,587,197.18
10 Tax Withheld from Employees' Compensation	9,156,587.90
11 Tax Withheld from Suppliers of Goods & Services	23,287,868.98
TOTAL	248,152,516.63

Debt - Management

Particulars	Balance as of July 31, 2020 (in Million Pesos)
I Short-Term Credit Lines	47,918.656
II Long-Term Loans	
LBP – Notes	2,700,000
Various Creditors – Treasury Bonds	28,125.000
Long Term Notes Syndicated – New	7,740.000
Foreign-Japanese Rice Loan	63.479
Net Lending	73,421.051
TOTAL BANK LOANS	159,968.186

The outstanding NFA bank loans as of July 30, 2020 amounted to ₱159,968.186 B.

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 July 31, 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) 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 with comorbidity problems, pregnant, and those with health issues.

NFA PERSONNEL COMPLEMENT as of July 31, 2020

Status	Authorized Positions	Filled-up positions	Vacancies
<i>Regular</i>			
Central Office	514	404	110
Field Office	3,821	3,100	721
Sub Total	4,335	3,504	831
<i>CTI</i>			
Central Office	43	43	
Field office	208	208	
Sub Total	251	251	
Total	4,586	3,755	831