

National Food Authority

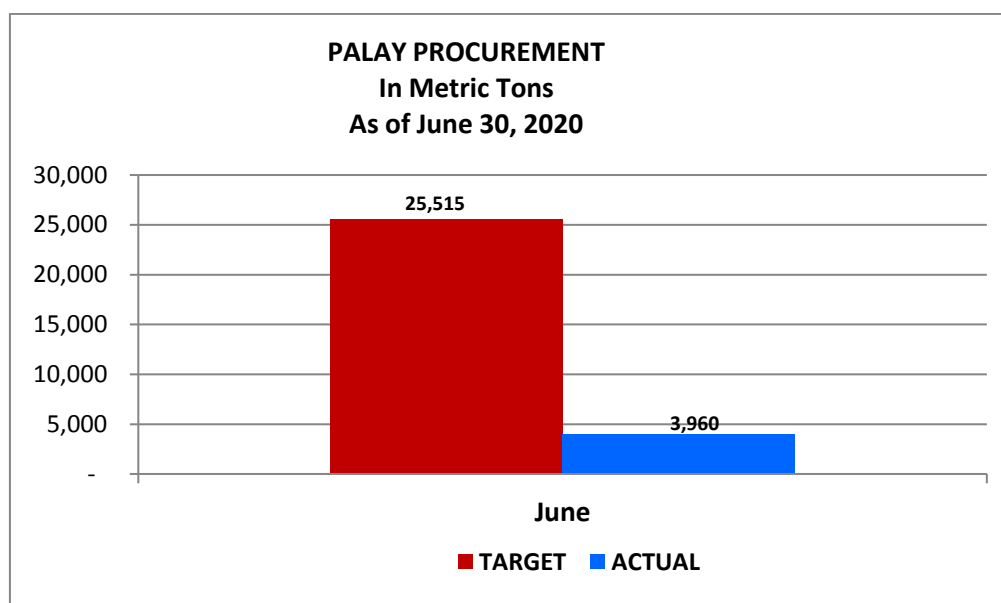
June 2020
Accomplishment Report



I. SUPPLY AND PRICE OF STAPLE CEREALS

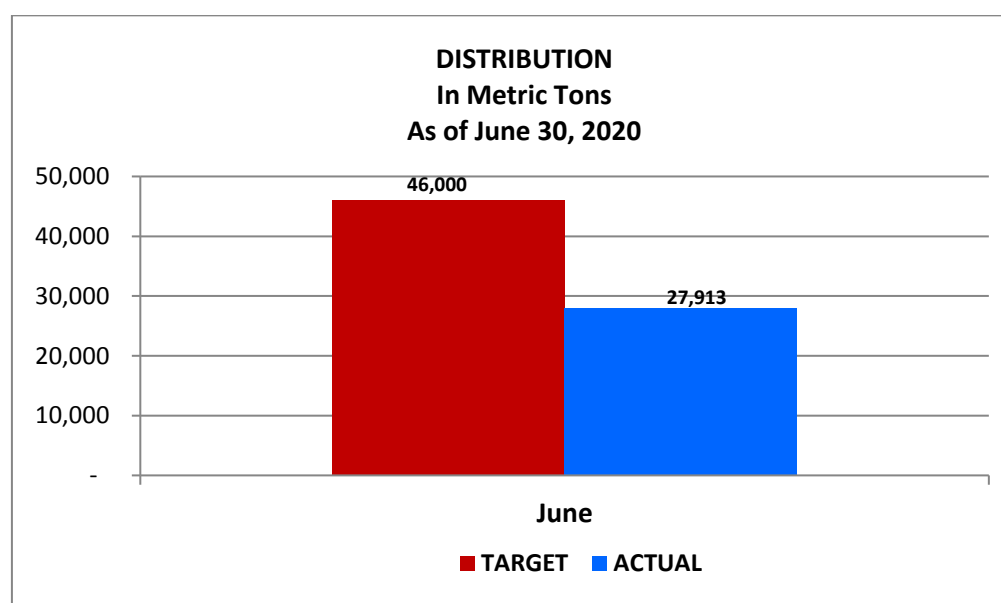
PROCUREMENT

For the month of June NFA procured 3,960 MT of palay, which is 15.52% accomplishment of the month's target of 25,515 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 June, NFA distributed 27,913 MT of rice, equivalent to 61% accomplishment of the month's target of 46,000 MT.



PRICES

Based on the Philippine Statistics Authority (PSA) summary of ex-farm prices of palay/rice, at ₱ 18.99/kg is almost at par with the NFA's buying price. However, compared to last month's price of ₱19.05, it posted a decrease of ₱0.06/kg. NFA's buying prices for corn are still higher than the market level, at ₱0.48/kg for yellow corn grains (YGN) and ₱1.02/kg for white corn grains (WGN).

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	18.99*	0.01
YGN	12.30	12.78*	(0.48)
WGN	13.00	14.02*	(1.02)

*Sourced: PSA Preliminary as of July 08-14, 2020

Wholesale prices of well milled rice (WMR) and regular milled rice (RMR) compared to last month's level, slightly increased by ₱0.09/kg and ₱0.15/kg respectively. Likewise, retail prices of well-milled rice and regular-milled rice also increased by ₱0.21/kg and ₱0.31/kg, respectively. For yellow and white corn wholesale prices, decreased by ₱0.17/kg and ₱0.12/kg, while retail prices of yellow and white corn grain increased by ₱0.95/kg. and ₱0.60/kg, respectively.

Average Prevailing Wholesale / Retail Price of Rice and Corn

(Peso per Kg.)

June 30, 2020

Commodity	June*sl Htl	May	Price Diff in (Peso/Kg)
Wholesale			
WMR	39.43	39.34	0.09
RMR	42.66	42.45	0.21
YGN	20.88	21.05	(0.17)
WGN	16.88	17.00	(0.12)
Retail			
WMR	35.85	35.70	0.15
RMR	38.48	38.17	0.31
YGN	25.72	24.77	0.95
WGN	28.10	27.50	0.60

*PSA Preliminary as of July 08-14, 2020

II. BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED

RICE STOCK INVENTORY

As of June 30, 2020, NFA's stock inventory of 4,451,317 bags (total rice equivalent –TRE) or 222,565.85 MT is good to last for 6.72 days, based on the daily rice consumption rate. However, based on Average Daily Sales of 23,676 bags, the inventory is good to last for 188.01 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

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 ₱35,000.00 for directly undertaking the troubleshooting, repair, verification and adjustment of metrology equipment service.

Truckscale Utilization

NFA generated an income amounting to ₱10,279,682.69 from keeping the truckscals 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 June 30, 2020 was 5,875,310.10 bags composed of palay, milled rice and corn grains, a decrease of 15.41% from May volume of 6,945,342.60 bags. Stocks fit as food (rice) and feed (corn) represent 99.990% of the total assessed grains. Milled rice stocks for disposition were 613.9 bags, composed of (0.010%) totally damaged milled rice.

Classification/ Condition of Stocks	Quantity (in 50-kg bags)	Percentage (%)	
Good quality (GQ)	5,276,869.80	89.814	
Treated	597,827.30	10.175	99.989
For treatment	0.00	0.000	
- Sweepings	0.00	0.000	
- Partially damaged	613.00	0.011	
Totally damaged	0.00	0.000	0.011
Total	5,875,310.10	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.

SOPs Approved:

- Guidelines on the Availment of Communication Expense Allocation of NFA Officials approved as of June 02, 2020.
- Revised Specifications of Authority on Financial Matters (Revised 2020) approved as of June 4, 2020.
Revisions made particular to the appropriations of funds for projects /programs, advice of sub-allotment and the authority to use available funds.
- SOP on Leave of Absence approved as of June 17, 2020

Corporate Planning

- Prepared & accomplished Land Bank of the Philippines questionnaire.
- Prepared and submitted to DA, Administrator Judy Carol Dansal's First Year Accomplishment Report.
- Submitted needed data re: FY2021 Budgetary Requirements.
- Prepared Matrix on Rice importation as requested by DA for SONA 2020.
- Submitted to GCG NFA's request for ISO Exemption for 2020.
- Prepared and submitted to DA, NFA's Narrative Report for 1st Quarter of 2020.
- 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:

- Region XII – Baguer and Kilada, North Cotabato
Region II – Isabela, Quirino, Nueva Vizcaya
- NFA's List Of On-Going Infrastructure Projects. Prepared Annex A - List of on-going NFA infrastructure, with their location, fund source, year budgeted, total project cost, date started, percentage accomplishment and slippage
- Coordinated with concerned offices re: proposed warehouses in Sablayan, Magsaysay, San Jose, Kilada and Baguer.
- Coordinated with field office re: request for realignment of funds on COB projects, e.g. construction of drier house to heightening of perimeter fence
- Initial evaluation/findings on the proposed construction of 100,000 bag capacity at GID Compound in Castillejos, Zambales.
- Prepared Status of North South Commuter Railways Project.

Monitoring and Reporting

- Prepared NFA Monthly Accomplishment Report for May
- Submitted BAR 1 form as of June 30, 2020 to DBM
- Prepared COA 2nd Quarter Report on Programs Projects and Activities.

INTERNAL AUDIT SERVICES

In June 2020, the following Audit Services were conducted:

Audit Engagements

- A. Special Audit on Cash Accountabilities of NFA Collecting and Procurement Disbursing Officer of NFA Albay P.O. Report for review
- B. Special Audit on Perpetual Leave Card (PLC) Administration of Regions I to Region VIII Report for review.
- C. Completed the examination/audit of 128 employees' Perpetual Leave Cards
- D. On-going preparation of Guidelines on How to Perform Risk Based Internal

Auditing.
Tolerable Allowance (TOLA)

- A. Issued 14 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 March 31, 2020, on-going.
- C. On-going consolidation of Doable Action Plan.

FINANCE & ADMINISTRATION

CONTRIBUTION TO THE ECONOMY:

NFA has contributed **P 246,342,939.11** to the country's economy in terms of the following increase in economic activities.

PARTICULARS		AMOUNT
1	Palay Procurement	75,631,310.75
3	Rent Expenses	7,412,955.00
4	Transportation & Deliveries Expenses	47,394,562.04
5	General Services	3,258,457.17
6	Janitorial Services	506,091.59
7	Security Services	31,470,165.91
8	Drying	4,060.00
9	Milling	5,173,854.54
10	Handling	39,380,632.10
11	Tax Withheld from Employees' Compensation	9,858,416.10
12	Tax Withheld from Suppliers of Goods & Services	26,252,433.91
TOTAL		246,342,939.11

Debt - Management

Particulars	Balance as of June 30, 2020 (in Million Pesos)
I Short-Term Credit Lines	47,918.656
II Long-Term Loans	
LBP – Notes	3,150.000
Various Creditors – Treasury Bonds	28,125.000
Long Term Notes Syndicated – New	7,740.000
Foreign-Japanese Rice Loan	76.559
Net Lending	73,276.800
TOTAL BANK LOANS	160,287.015

The outstanding NFA bank loans as of June 30, 2020 amounted to P160,287.015 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 June 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 with comorbidity problems, pregnant, and those with health issues. From June 1 to 30, 2020, the NFA had 314 employees (25 from the Central Office and 289 from the field offices) who are citizens, pregnant, and those with health issues working from home out of the 3,755 (462 from the Central Office and 3,293 from the field offices).

NFA PERSONNEL COMPLEMENT as of June 30, 2020

	No. of Positions
Regular Plantilla	<u>4,335</u>
Central Office	<u>514</u>
Executive	55
Rank & File	459
Field Office	<u>3,821</u>
Executive	115
Rank & File	3,706
CTI Personnel (Rank & File)	<u>258</u>
Central Office	46
Field Office	212
Total	<u>4,593</u>