

National Food Authority

Accomplishment Report

September 2014

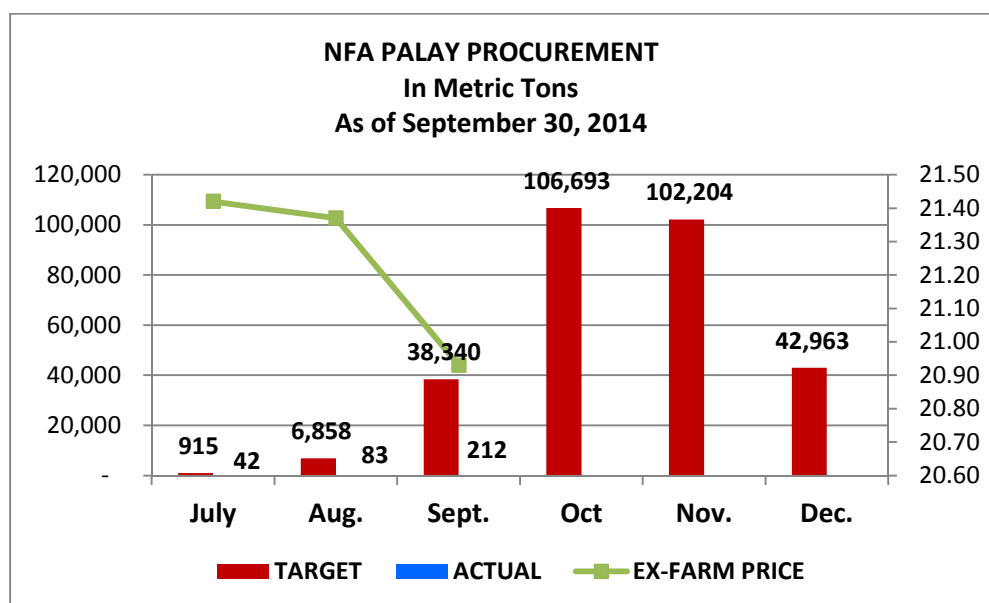


MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

PROCUREMENT

a. Palay

In September, NFA procured 212 MT of palay which is 0.55% accomplishment of the monthly target of 38,340 MT. The decline in procurement from 1.21% in August to 0.55% in September, was due to the prevailing farmgate price/s being 23% higher than NFA's buying price.



DISTRIBUTION

In September, NFA distributed 171,193.35 MT of rice, or 169 % accomplishment of the monthly target of 101,455.75 MT.

IMPORTATION

To stabilize market prices and supply of rice, the government approved the importation of 800,000 MT of rice to augment NFA dwindling buffer stocks, and to stabilize rice prices. Some 762,400 MT or 95.3% of 800,000 MT authorized importation in 2014 have been delivered to NFA warehouses.

PRICES

Based on the regional summary of commercial palay/rice prices monitored by the Philippine Statistical Authority (PSA), the national average price for palay decreased by 2.06% from ₱21.37/kg in August to ₱20.93/kg in September.

Average Ex-Farm Prices Vs. NFA Buying Price

(Price per Kg.)

For the Month of September 2014

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	17.00	20.93	(3.93)
YGN	12.30	12.95	(0.65)
WGN	13.00	13.47	(0.47)

Wholesale prices of rice decreased by ₱0.32 for regular and ₱0.13 for well-milled rice. On the other hand, retail prices of corn increased by ₱0.46 - yellow and ₱0.89 - white corn, and a slight decrease in yellow corn wholesale price/s.

Average Prevailing Wholesale/Retail Price of Rice and Corn

(Peso per Kg.)

September 30, 2014

Commodity	September '14	August '14	Price Diff in (Peso/Kg)
Whole Sale			
WMR	41.05	41.37	(0.32)
RMR	38.12	38.44	(0.32)
YGN	17.31	17.56	(0.25)
WGN	15.26	15.18	0.08
Retail			
WMR	43.85	43.98	(0.13)
RMR	40.58	40.58	0.00
YGN	22.90	22.44	0.46
WGN	21.31	20.42	0.89

MFO 3: BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED

RICE STOCK INVENTORY

As of September 30, 2014, NFA had a stock inventory of 8,984,229 bags (total rice equivalent -TRE) or 449,211 MT, good to last for 14 days, based on the 31,064 MT national daily rice consumption requirement.

MFO 4: DEVELOPMENTAL REGULATION OF THE GRAINS INDUSTRY IMPLEMENTED AND ENFORCED

REGISTERED/LICENSED GRAINS BUSINESSMEN

NFA registered and licensed 2,068 applicants, of which 38 grains businessmen availed of the two-year (2015-2016) advance-license scheme. Total R/L collections on grains business activities amounted to ₱4,003,039.49, of which ₱15,500.00 were from advanced collections. Some 541 metal plates were issued/sold for ₱108,200.00. The cumulative RL fees comprised 102.76% of the annual targeted collection of ₱140M, while the number of RL applicants is equivalent to 96.13% of the annual targeted applicants of 75,000.

PARTICULARS	SEPTEMBER
R/L Fees Collection	₱ 4,003,039.49
Advance Collections (2015-2016)	₱ 15,500.00
2015 Applicants: 17	7,255.00
2016 Applicants: 21	8,245.00
No. of R/L Applicants	2,068
METAL PLATES (@ P200/pc)	
- No. of Issuances of Metal Plates	541
- Amount	₱ 108,200.00

CUSTOMER ASSISTANCE UNITS (For the Month of September 2014)

Through its nationwide Customer Assistance Units (CAU), NFA responded to/assisted 3,483 stakeholders. Most of the assistance rendered was on requests for farmer's passbook, renewal of NFA license, delivery date of NFA rice allocation, and R/L requirements of new applicants.

Type of Assistance Rendered

SUMMARY OF CAU SERVICES	SEPTEMBER
Suggestions	-
Inquiries	712
Request	2,771
Complaints	0
Total Assistance Rendered	3,483

UGNAYAN (Farmers Assembly) for the month of September 2014

PERFORMANCE INDICATOR	ACCOMPLISHMENT
Provinces with UGNAYAN Reports	22
Reports processed	28
UGNAYAN conducted	30
Farmer-participants	1,141
LGUs-participants	48
No. of farmers accredited	470
No. of Farmer Organizations accredited	40

For the month of September, 30 UGNAYANs were conducted, participated in by 1,141 farmers and 48 participants from the LGUs. Some 470 farmers and 40 farmer organizations were accredited under NFA's Institutional Procurement Program (IPP).

BUDGET, TREASURY AND FUND MANAGEMENT

Funds for the procurement program were remitted to the field in 1.30 days (After request-receipt at the Central Office) on the average, more than 4 days earlier than the target of 6 days.

FOOD DEVELOPMENT CENTER

The Food Development Center (FDC) generated an income of **₱390,518.50** for the month, 46% lower than the previous month's income, despite the increase in the number of services rendered by more than 200%. Last month's services were of higher value than this month's.

Income-Generating Services September 2014

	NO.	AMOUNT	% Share
Quality Evaluation Division	302	223,415.00	57.21
Physical and Sensory	1	1,610.00	0.41
Chemical Analysis	169	127,020.00	32.53
Contaminants Laboratory	1	7,150.00	1.83
Microbiological	120	77,810.00	19.92
Microanalytical	11	9,825.00	2.52
Industry Services Division	2	15,660.00	4.01
Seminar/Training	0	2,260.00	0.58
Quality Assurance	2	13,400.00	3.43
SP-Consultancy (Plant Lay-Out)	0	0.00	-
Pilot Plant	3	51,318.50	13.14
Technology Development Division / Special Projects	12	100,125.00	25.64
Shelf Life	1	4,510.00	1.15
Process Establishment and Evaluation	11	95,615.00	24.48
Product Development	0	0.00	-
TOTAL	319	390,518.50	100.00
Previous Month Income	100	725,965.00	

LEGAL AFFAIRS

For the month, 332 activities pertaining to adjudication, documentation and litigation were undertaken.

The 220 certifications were issued for claims on Loyalty incentives, loans, resignations, terminal leave benefits, study leave, designation as Warehouse Supervisors, travel abroad and clearances.

LEGAL AFFAIRS DEPARTMENT (LAD)

As of September 30, 2014

Adjudication	229
Docketed Case	4
Draft Decision	3
Draft Resolution on the Motion for Reconsideration	2
Certification issued	220
Documentation & Legal Research	42
Contracts reviewed/evaluated	1
Contracts prepared	0
Opinions rendered	20
Others: Opening Sealed Canvass/Opinions from OGCC	21
Litigation	61
Hearing/s attended by Lawyers	24
Pleadings, memoranda & related documents prepared by Lawyers	15
Review of certifications issued to Private Importers (MAV-CSQ)	0
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	22
TOTAL	332

MFO 5: MANAGEMENT EFFICIENCY AND COMPETENCY

CORPORATE PLANNING AND MANAGEMENT SERVICES

➤ **Information Technology**

- As of September 30, 2014, the Electronic Integrated Financial Operation and Management Information System (eIFOMIS) development is at 82.02% accomplishment.
- In compliance to Good Governance conditions:
 - NFA updated its transparency seal:
 - NFA updated its annual procurement plan, contracts awarded and names of contractors/suppliers/consultants with PhilGEPS.

➤ **Corporate Planning, Evaluation, and Development Support to Operations: (Complete Staff Work)**

- Evaluation of the proposed warehouse construction in Baguer, Libungan, North Cotabato.
- Evaluation of the proposed warehouse construction in Alang-Alang, Northern Leyte.
- Evaluation/Revalidation of NFA-GenSan Divestment.
- Evaluation of the proposed construction of Tandag Provincial Office.
- Evaluation of the proposed warehouse extension in Basilan and Tawi-Tawi.
- Evaluation of the proposed warehouse construction in Dumaguete City.
- Evaluation on the proposed divestment of Valenzuela Gulayan ng Bayan Center VGBC.
- Evaluation on the proposed divestment of NFA-Sto Tomas, Davao del Norte.

Projects and Programs Development Special Project

- NFA GCG Scorecard
- NFA Performance Evaluation System/SPMS/OP-PBB
- NFA – RoadMap
- NFA Policy Portfolio
- Coordinated with concerned agencies on the data e.g. details of the NFA budget proposals, debt servicing and cases filed for erring rice businessmen and importers requested by Senate.
- Preparations for the Congress sponsored Round Table Discussion on Food Sufficiency and Food Security: NFA resource persons, data, presentation materials.

INTERNAL AUDIT SERVICES

For the month, the following Audit Services were conducted:

I. SPECIAL AUDIT

1. Verification of Documents of Additional Applicants for Rice Importation: MAV-CSQ Rice Importation Program.
2. Special Assignment: As member of NFA Composite Team on Appointment.
3. Special Audit on Stock Accountability at NFA-Mamburao (Stock Accountability, Transfer, Dispersal and Milling).
4. Special Audit on Stock Accountability at NFA-Ilocos Sur
5. Special Audit on Inventory Management and Distribution at NFA-Region IX
6. Special Audit on Stock Accountabilities at NFA-Kalinga Apayao
7. Special Audit on Inventory Management-Semi Annual Physical Inventory

Region IV	San Jose Calapan Palawan	Region X	Bukidnon Misamis Or. Misamis Occ.
Region XI	Davao City Davao Oriental Gen San	CARAGA	Surigao Norte Surigao Sur Agusan Norte Agusan Sur
Region VII	Bohol Cebu Negros Or.	NCR	East District Office Central District North District South District

8. Management Audit on Dispersal Operation

Region IV	Palawan Batangas	Region VI	Capiz Iloilo
Region VII	Cebu	Region VIII	All Provinces

II. ISSUANCE OF CERTIFICATION ON STOCK ACCOUNTABILITIES

Completed and issued 67 Certifications on Stock (Grains and MTS) Accountabilities of NFA field office officials and rank and file employees.

TRAININGS:

For September, NFA facilitated the participation of 72 NFA employees in 2 internal and 9 external trainings.

TITLE		NO. OF PARTICIPANTS	DURATION
I. Internal Training		59	
1	Teambuilding Facilitator's Seminar Workshop (Luzon FO's)	19	Sept. 2-4, 2014
2	Teambuilding Facilitator's Seminar Workshop (Mindanao FO's)	40	Sept. 9-11, 2014
II. External Training		13	
1	Refrigeration and Airconditioning Mechanic	2	Sept. 20 - Nov. 8, 2014
2	Design and Evaluation of Mycotoxins Sampling protocols	2	Sept. 11-12, 2014
3	Questionnaire Design	2	Sept. 15-19, 2014
4	Code of Ethics and Good Governance	1	Sept. 25, 2014
5	Briefing on the latest issuance on the Philippine Government Procurement Law and its IRR	4	Sept. 29, 2014
6	PHILGEPS hands-on Training (Phase 1)	2	Sept. 24-25, 2014
7	Developmental Training program for Administrative Support Staff	1	Sept. 16-17, 2014
8	Internal Control Structure	1	Sept. 23-26, 2014
9	Asia Pacific Economic Cooperation (APEC) Food Safety Cooperative Forum (FSCF) Partnership Training Institute Network (PTIN) Proficiency Testing Workshop	1	Sept. 10-11, 2014
TOTAL		72	

SUMMARY OF NFA PERSONNEL COMPLEMENT as of September 30, 2014

	No. of Positions
Regular Plantilla	3,980
Central Office	<u>529</u>
Executive	46
Rank & File	483
Field Office	<u>3,451</u>
Executive	100
Rank & File	3,351
CTI Personnel (Rank & File)	<u>428</u>
Central Office	91
Field Office	<u>337</u>
Total	<u><u>4,408</u></u>

ENFORCEMENT AND INVESTIGATION

Nationwide enforcement accomplishment for the month of September 2014:

PARTICULARS	
1. No. of grains business establishments inspected	3,343
2. No. of grains businessmen apprehended	282
3. No. of violations noted	263
4. Administrative fines/fees collected	P 222,991.00
5. Fees collected thru enforcement	P 571,953.00

CONTRIBUTION TO THE ECONOMY:

In five months in 2014, NFA has contributed P827,768,291.24 to the country's economy in terms of the following increase in economic activities.

PARTICULARS	AMOUNT
1 Palay Procurement	93,824,848.20
2. Corn Procurement	72,512,781.16
3. Rent Expenses	14,945,280.41
4. Transportation & Deliveries Expenses	166,131,328.27
5. Storage	28,315,235.74
6. General Services	39,474,068.67
7. Janitorial Services	1,652,927.71
8. Security Services	105,997,298.74
9. Drying	118,949.50
10. Milling	14,102,015.09
11. Handling	91,142,059.80
12. Tax Witheld from Employees' Compensation	80,332,352.33
13. Tax Witheld from Suppliers of Goods & Services	119,219,145.62
TOTAL	827,768,291.24

Note: Financial Report as of May 2014