

National Food Authority

Accomplishment Report

July 2015

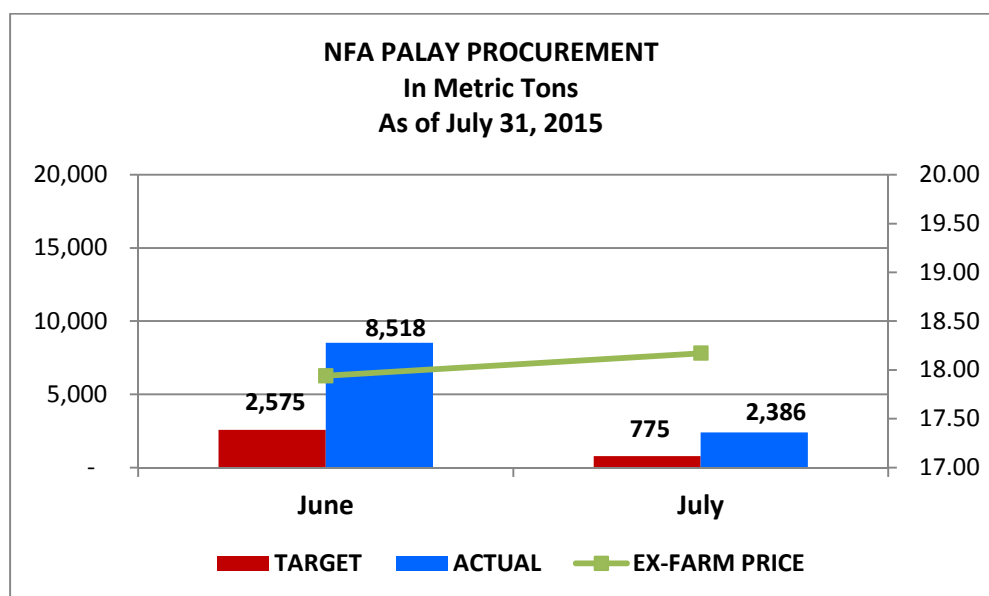


MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

PROCUREMENT

a. Palay

In July, NFA procured 2,386 MT of palay which is 308% accomplishment of the monthly target of 775 MT. The decrease in procurement from 331% in June to 308% in July, is attributed to the onset of lean months, i.e. low production – high farmgate prices.



DISTRIBUTION

For the month, NFA distributed 93,178 MT of rice, or 58% accomplishment of the monthly target of 159,346 MT. The 1% increase in distribution or sales of NFA rice from 57% last month to 58% this month, shows the stable supply and market prices of commercial rice even on lean months.

IMPORTATION

To ensure enough buffer stocks for the lean months, the government approved the additional importation of 250,000 MT, of which, 87,460 MT or 34.98% have been delivered to NFA warehouses.

PRICES

Based on the regional summary of commercial palay/rice prices monitored by the Philippine Statistical Authority (PSA), average ex-farm price for palay posted an increase, from ₱17.94/kg over last month's prices.

Average Ex-Farm Prices vs NFA Buying Price

(Price per kg.)

July 31, 2015

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	17.00	18.17	(1.17)
YGN	12.30	12.65	(0.35)
WGN	13.00	15.17	(2.17)

Rice prices posted a slight increase from last month's prices. Wholesale and retail prices of WMR increased by ₱0.11/kg and ₱0.05/kg, respectively. For RMR, a ₱0.06/kg increase was reflected both in wholesale and retail prices.

Average Prevailing Wholesale/Retail Price of Rice and Corn

(Peso per Kg.)

July 31, 2015

Commodity	July	June	Price Diff in (Peso/Kg)
Whole Sale			
WMR	38.26	38.15	0.11
RMR	34.58	34.52	0.06
YGN	17.28	17.19	0.09
WGN	17.63	17.23	0.40
Retail			
WMR	41.55	41.50	0.05
RMR	37.36	37.30	0.06
YGN	22.76	22.85	(0.09)
WGN	22.32	22.06	0.26

MFO 3: BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED

RICE STOCK INVENTORY

As of July 31, 2015, NFA has a stock inventory of 15,887,446 bags (total rice equivalent – TRE) or 794,372 MT, good to last for 25 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

For the month of July, NFA registered and licensed 2,736 applicants, of which 73 grains businessmen availed of the two-year (2016-2017) advance-license scheme. Total R/L collections on grains business activities amounted to ₱5,708,307.55, of which ₱31,446.25 were from advanced collections. Some 257 metal plates were issued/sold for ₱51,400. The cumulative R/L fees comprised 104.9% of the annual targeted collection of ₱147M, while the number of R/L applicants is equivalent to 81.97% of the annual targeted applicants of 80,000.

PARTICULARS	JULY
R/L Fees Collection	₱ 5,708,307.55
Advance Collections (2016-2017)	₱ 31,446.72
2016 Applicants: 38	19,291.72
2017 Applicants: 35	12,155.00
No. of R/L Applicants	2,736
METAL PLATES (@ P200/pc)	
- No. of Issuances of Metal Plates	257
- Amount	₱ 51,400.00

CUSTOMER ASSISTANCE

Through its nationwide Customer Assistance Units (CAU), NFA responded to/assisted 21 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	JULY
Suggestions	1
Inquiries	16
Request	2
Complaints	2
Total Assistance Rendered	21

Text NFA (0906-4363133)

	JULY
Suggestions	0
Inquiries	69
Request	16
Complaints	39
Number of Text Msgs. received nationwide	194

UGNAYANS (Farmers' Assembly)

PERFORMANCE INDICATOR	ACCOMPLISHMENT
UGNAYAN conducted	51
Farmer-participants	1,220
LGUs-participants	310
No. of farmers accredited	149
No. of Farmer Organizations accredited	110

For the month of July, 51 UGNAYANS were conducted, participated in by 1,220 farmers and 310 participants from the LGUs. Some 149 farmers and 110 farmer organizations were accredited under NFA's Institutional Procurement Program (IPP).

FOOD DEVELOPMENT CENTER

Testing

For the month, FDC performed 82 chemical analysis, 206 contaminants analysis, 27 microbiological, 11 physical and sensory, and 2 micro analytical (filth) evaluation to determine safety and quality of white rice, brown rice, corn grits, other cereals, and various food and food products as well as testing of packaging materials and label evaluation; performs 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, conducted 5 seminar/training for Industry Services Division.

Research and Development

- Development and Implementation of R & D projects – Progress report on Pyriproxyfen Project.

Quality Assurance

- Implementation of Pilot Plant projects
- Inspection of food manufacturing plants and issue compliance certificates

Industry Liason

- Evaluation of client's technical inquiry and recommendation FDC analyses/services to meet international standards
- Conduct and evaluation of customer satisfaction survey
- Information technology to develop network based document management system for FDC files/ISO documents; maintain official FDC website; and maintenance/administration of FDC Wifi network
- Monitoring and delivery of FDC reports to stakeholders

ISO Compliance

- Implementation of QA activities for testing laboratories
- Monitor, review and verification of effectiveness of written ISO documents
- Maintenance/upgrading of FDC ISO 9001:2008 Certification and ISO/IEC 17025:2005 accreditation
- Preparation of audit reports for ISO certification

The Food Development Center (FDC) generated an income of **₱2,523,423**, with food quality testing/evaluation, of the Quality Evaluation Division having the highest contribution.

LEGAL AFFAIRS

For the month, 114 activities pertaining to adjudication, documentation and litigation were undertaken.

LEGAL AFFAIRS DEPARTMENT (LAD)

As of July 31, 2015

Adjudication	25
Special Orders	9
Draft Special orders	3
Orders	2
Draft Decision/Resolution	2
Docketed Case/s	4
Resolution/s	0
Decision/s	1
Formal Charge/s with order of preventive suspension	4
Certification issued	0
Documentation & Legal Research	39
Contracts reviewed/evaluated	20
Contracts prepared	0
Opinions rendered	14
Others: Opening Sealed Canvass/Opinions from OGCC	5
Litigation	50
Hearing/s attended by Lawyers	7
Pleadings, memoranda & related documents prepared by Lawyers	5
Review of certifications issued to Private Importers (MAV-CSQ)	10
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	28
TOTAL	114

MFO 5: MANAGEMENT EFFICIENCY AND COMPETENCY

CORPORATE PLANNING AND MANAGEMENT SERVICES

Information Technology

- As of July 31, 2015, the Electronic Integrated Financial Operation and Management Information System (eIFOMIS) development is at 91%.
- 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.

Project and Program Development

- Prepared materials on NFA GCG Scorecard for 2015 renego, 2016 for nego
- SPMS/Performance evaluation requirements
- NFA Strategy Map – Conduct of SPMS briefings and orientation workshops for all regions
- CSW on DBCC-passed proposed capital outlay projects
 - Proposed 175,000 Bags Capacity Warehouse Construction in Cebu City
 - Proposed 100,000 Bags Capacity Warehouse Construction in Mangatarem, Western Pangasinan
 - Proposed 50,000 Bags Capacity Warehouse Construction in Catanduanes
- Divestment of Assets
 - NFA Sto. Tomas, Davao del Norte Property
- NFA Restructuring Plan : Initial timelines and requisites set with GCG–CGOA
- Central Office Building CSW

Relevant Policy Initiatives of the Legislative and Executive Branches and Instrumentalities

- Policy Initiatives/Directions
- NFA Policy Portfolio – Updating of NFA’s policy portfolio, particularly on GCG scorecard items.
- Congress and Senate Budget Hearings.

Accomplishment/Performance Reporting

- NFA 2015 1st Semester Accomplishment Report
- NFA – IRPEP – Compliance with reporting / submit requirements.
- Typhoon “Yolanda” Rehab Program Status Report
- OPAFSAM data requirements: vetting of reports on importation, fake rice
- DBM Forms
- NFA-IRPEP report/s for the IFAD-SIS Mission
- Communications to Cabinet Secretaries/Office of the President
Re: “Fake Rice” case

INTERNAL AUDIT SERVICES

In July 2015, the following Audit Services were conducted:

I. AUDIT ENGAGEMENTS

- A. Conduct of Investigation of Alleged Defective Appointments
- B. Review of Food Development Center Operations
- C. Special Audit on Inventory Management re: grains Inventory reporting, monitoring, and control
 - Region I, II, III, IV, VI, Region VIII, X, XII, XIV and XV – for finalization
 - Region V and XI – Audit report submitted to the Administrator’s Office

II. Review of Action Plan

- a. NFA Eastern Pangasinan
- b. NFA Region I

III. Tolerable Allowance (TOLA)

A. Preparation of Status Report on Stock Accountabilities of Stock Accountable Officers (SAO’s) with Unpaid Final Shortages Regions I to XV

- Consolidated/Summary of SAO’s with unpaid final shortages 9net of TOLA)
- Profile of Stock Accountable Officers
- Clustered Per Amount and Per Status of Employment
- Clustered Per Status of Accountability – with TOLA and without TOLA
- Clustered Per Year and Per Employee’s Status

B. Issued 71 certifications on Stock (Grains and MTS) Accountabilities of NFA officials and rank and file employees.

TRAININGS:

In July 2015, NFA facilitated the participation of 78 NFA employees in 1 internal trainings and 8 external trainings.

TITLE	NO. OF PARTICIPANTS	DURATION
I. Internal Training	45	
1 RAO/PAO Conference batch 3	45	July 13-17
II. External Training	33	
1 2nd PAGBA Quarterly Seminar	1	July 22-25
2 GACPA Conference	3	July 16, 2015
3 8th National HR Summit	2	July 23-24
4 Training Work Simplification	1	July 30-31
5 Fire Arms Proficiency Training	22	July 11-12
6 LACE	2	July 30-31
7 LACE	1	July 22-23
8 Technical Writing Seminar	1	July 30-31
TOTAL	78	

NFA PERSONNEL COMPLEMENT as of July 31, 2015

	No. of Positions
Regular Plantilla	3,845
Central Office	<u>516</u>
Executive	51
Rank & File	465
Field Office	<u>3,329</u>
Executive	104
Rank & File	3,229
CTI Personnel (Rank & File)	<u>399</u>
Central Office	84
Field Office	<u>315</u>
Total	<u><u>4,244</u></u>

ENFORCEMENT AND INVESTIGATION

Nationwide enforcement accomplishment for the month of July 2015.

PARTICULARS	
1. No. of grains business establishments inspected	2,131
2. No. of grains businessmen apprehended	157
3. No. of violations noted	233
4. Administrative fines/fees collected	P 181,728
5. Fees collected thru enforcement	P 695,762

CONTRIBUTION TO THE ECONOMY:

NFA has contributed P 1,726,897,870.12 to the country's economy in terms of the following increase in economic activities.

PARTICULARS	AMOUNT
1 Palay Procurement	1,146,564,972.58
2. Corn Procurement	9,789,936.53
3. Rent Expenses	9,618,527.27
4. Transportation & Deliveries Expenses	186,231,238.43
5. Storage	33,457,530.24
6. General Services	31,392,027.46
7. Janitorial Services	817,881.78
8. Security Services	85,709,099.56
9. Drying	755,619.81
10. Milling	712,725.82
11. Handling	85,964,551.63
12. Tax Witheld from Employees' Compensation	57,330,518.96
13. Tax Witheld from Suppliers of Goods & Services	78,553,240.05
TOTAL	1,726,897,870.12

Per books as of April 2015

PUBLIC AFFAIRS

1. News Releases

- NFA and BoC seize smuggled rice
- Inter-agency committee to act on fake rice
- NFA's readiness for the "Big One"

2. Photo Releases

- Government Acts over Alleged Fake Rice
- NFA Conducts Post Market Surveillance
- Not Harmful to Human

3. Media Advisory

- Press Conference on Latest Updates on Alleged "Fake Rice" – July 10, 2015 at SRA Training Room at 10:45 AM to 1:30 PM

4. Edited and prepared layout of "Tips on how to buy rice" for NFA social media sites and distribution during corporate exhibits

5. Prepared the following

- Paper of Adm. Renan B. Dalisay for University of Asia & Pacific Mid-Year Conference on Food and Agribusiness
- Consolidated Report (Executive Summary) on "Fake Rice" for submission to Department of Justice (DOJ), Malacañang and other agencies
- Report to Adm. Dalisay re. activities of Technical Working Group (TWG) on Food Security Forum.
- Revised NFA SONA input re. NFA debt
- Updates about NFA for Ms. Deedee Sytangco, columnist, Manila Bulletin
- Terms of Reference (TOR) of the Food Security Forum
- Letter to Undersecretary Laura del Rosario of Department of Foreign Affairs (DFA) re Note from China protesting Philippine Media Reports from Philippine Officials on " Fake Rice originating from China"

6. Coordinated with Philippine Coconut Authority relative to holding of the 29th National Coconut Week.

7. Facilitated NFA's participation to the Kabisig Government Expo and Trade Fair last July 6-8, 2015 at the Skydome, SM North Edsa

8. Coordinated the publication of 3 sets of bidding notices requested by central office departments and field offices.