

National Food Authority

Accomplishment Report

March 2015

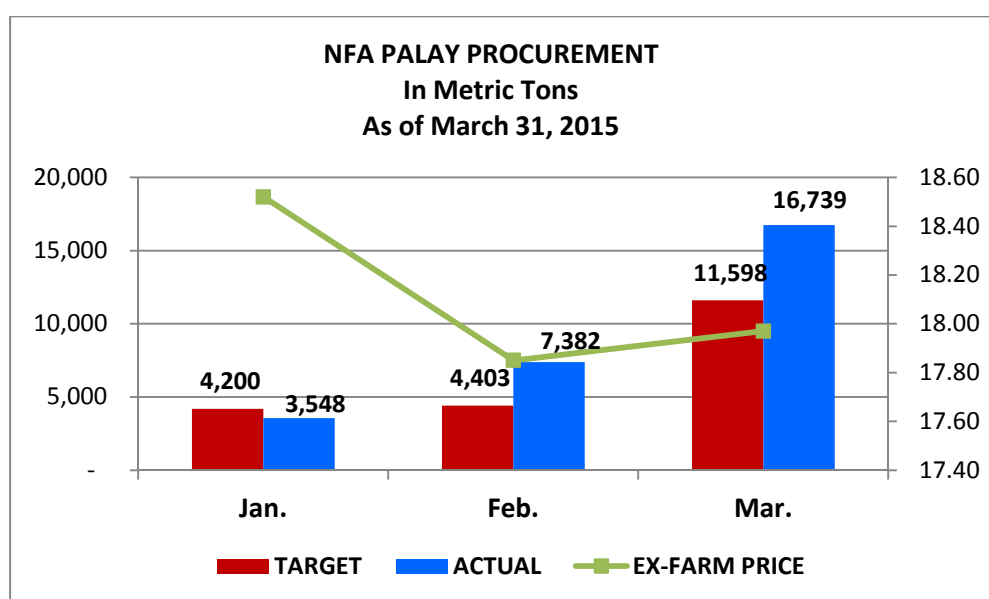


MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

PROCUREMENT

a. Palay

In March, NFA procured 16,739 MT of palay which is 144% accomplishment of the monthly target of 11,598 MT. The slight decrease in procurement from 166% in February to 144% in March, was due to increase in farm prices and the onset of lean harvest and summer crop.



DISTRIBUTION

For the month, NFA distributed 84,300 MT of rice, or 93% accomplishment of the monthly target of 90,412 MT.

IMPORTATION

For the year 2015, the 500,000 MT (15% broken - 250,000 MT ; 25% broken - 250,000 MT) due to arrive March 25, 2015, already attained 2.24% accomplishment. Vina Ship ocean, the 1st vessel being berthed at NCR carrying 11,200 MT represents 2% of the contracted volume of the 25% broken. The remaining 48% is still in transit, currently loading at source country. In the next few weeks, NFA will expect to receive a higher volume of import arrivals.

Minimum Access Volume (MAV)

Out of the total allocated 187,000 MT, importers already shipped 148,620 MT or 80% accomplishment due for delivery until April 15, 2015.

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 a slight increase, from ₱17.85/kg over last month's prices.

Average Ex-Farm Prices vs NFA Buying Price

(Price per kg.)

March 31, 2015

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	17.00	17.97	(0.97)
YGN	12.30	12.66	(0.36)
WGN	13.00	13.89	(0.89)

Rice prices continued to decline further from last month's prices. Wholesale and retail prices of WMR decreased by ₱0.30/kg and ₱0.28/kg, respectively. Also for RMR, a ₱0.29/kg was reflected in the wholesale and a ₱0.32/kg decrease in retail prices. The price decline is traced to increase in rice inventory on account of main harvest.

Average Prevailing Wholesale/Retail Price of Rice and Corn

(Peso per Kg.)

March 31, 2015

Commodity	March	February	Price Diff in (Peso/Kg)
Whole Sale			
WMR	38.53	38.83	(0.30)
RMR	35.25	35.54	(0.29)
YGN	17.12	16.71	0.41
WGN	16.04	14.54	1.50
Retail			
WMR	41.75	42.03	(0.28)
RMR	38.00	38.32	(0.32)
YGN	22.58	22.39	0.19
WGN	21.65	21.20	0.45

MFO 3: BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED

RICE STOCK INVENTORY

As of March 31, 2015, NFA has a stock inventory of 9,557,731 bags (total rice equivalent – TRE) or 477,887 MT, good to last for 15 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 10,219 applicants, of which 305 grains businessmen availed of the two-year (2016-2017) advance-license scheme. Total R/L collections on grains business activities amounted to ₱24,300,434.84, of which ₱197,072.50 were from advanced collections. 278 metal plates were issued/sold for ₱55,600.00. The cumulative RL fees comprised 53.63% of the annual targeted collection of ₱147M, while the number of RL applicants is equivalent to 46.33% of the annual targeted applicants of 78,000.

PARTICULARS	MARCH
R/L Fees Collection	24,300,434.84
Advance Collections (2015-2016)	197,072.50
2016 Applicants: 112	91,830.00
2017 Applicants: 193	105,242.50
No. of R/L Applicants	10,219
METAL PLATES (@ P200/pc)	
- No. of Issuances of Metal Plates	278
- Amount	55,600.00

CUSTOMER ASSISTANCE

Through its nationwide Customer Assistance Units (CAU), NFA responded to/assisted 5,653 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	MARCH
Suggestions	486
Inquiries	2,545
Request	2,613
Complaints	9
Total Assistance Rendered	5,653

UGNAYAN (Farmers' Assembly)

PERFORMANCE INDICATOR	ACCOMPLISHMENT
UGNAYAN conducted	60
Farmer-participants	1,535
LGUs-participants	132
No. of farmers accredited	322
No. of Farmer Organizations accredited	32

For the month of March, 60 UGNAYANs were conducted, participated in by 1,535 farmers and 132 participants from the LGUs. Some 322 farmers and 32 farmer organizations were accredited under NFA's Institutional Procurement Program (IPP).

FOOD DEVELOPMENT CENTER

Testing

For the month, FDC performed 113 chemical analysis, 83 microbiological, 18 physical and sensory, and 5 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; performed 5 shelf life testing to establish shelf life of various packaged products.

Research and Development

- Prepared project proposals for testing of arsenic in rice and dried salted jellyfish,
- Prepared progress/final report on pyriproxyfen project

Quality Assurance

- Implemented Pilot Plant projects
- Conducted inspection of food manufacturing plants and issue compliance certificates

Industry Liason

- Evaluated clients technical inquiry and recommend 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 maintain/administer FDC Wifi network
- Monitoring and delivery of FDC reports to stakeholders

ISO Compliance

- Implementation of QA activities for testing laboratories
- Monitor, review and verify effectiveness of written ISO documents
- Maintenance/upgrading og FDC ISO 9001:2008 Certification and ISO/IEC 17025:2005 accreditation
- Conduct of training of ISO auditors

The Food Development Center (FDC) generated an income of **₱376,642.00**, with food quality testing/evaluation, of the Quality Evaluation Division having the highest contribution.

LEGAL AFFAIRS

For the month, 235 activities pertaining to adjudication, documentation and litigation were undertaken.

The 172 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 March 31, 2015

Adjudication	183
Special Orders	2
Draft Decision	1
Motions/Motions for Reconsideration	2
Order/s on Adm. Cases	6
Certification issued	172
Documentation & Legal Research	22
Contracts reviewed/evaluated	3
Contracts prepared	1
Opinions rendered	16
Others: Opening Sealed Canvass/Opinions from OGCC	2
Litigation	60
Hearing/s attended by Lawyers	12
Pleadings, memoranda & related documents prepared by Lawyers	12
Review of certifications issued to Private Importers (MAV-CSQ)	0
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	36
TOTAL	265

MFO 5: MANAGEMENT EFFICIENCY AND COMPETENCY

CORPORATE PLANNING AND MANAGEMENT SERVICES

Information Technology

- As of March 31, 2015, the Electronic Integrated Financial Operation and Management Information System (eIFOMIS) development is at 89.08% 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.

Project and Program Development

- IRPEP Annual Work Plan and Budget for 2015-2016
- NFA GCG Scorecard
- NFA Performance Evaluation System/SPMS/OP-PBB
 - Facilitated/conducted meeting on NFA's 2015 Performance Agreement.
 - Prepared Annual Accomplishment Report in compliance to Good Governance Conditions.
- NFA – Strategy Map
- NFA Policy Portfolio
- CSW on DBCC-passed proposed capital outlay projects
 - Bantay, Ilocos Sur

Relevant Policy Initiatives of the Legislative and Executive Branches and Instrumentalities

- Congress and Senate Budget Hearings.

Accomplishment/Performance Reporting

- NFA 2014 Annual Report
- NFA 2014 4th Quarter Accomplishment Report
- NFA 2014 Corporate Profile

INTERNAL AUDIT SERVICES

In March 2015, the following Audit Services were conducted:

I. AUDIT ENGAGEMENTS

A. Management Audit (Transfer, Distribution and Cash Management-Collections, Deposits, Remittances and Receivables)

- a. Eastern Pangasinan
- b. Western Pangasinan
- c. Camarines Sur
- d. Camarines Norte
- e. South Cotabato

B. Special Audit on Lingap sa Mahirap (Region I)

C. Conduct of Investigation of Alleged Defective Appointments

D. Review of Food Development Center Operations

II. Tolerable Allowance (TOLA)

A. Evaluation and Appeals

- a. Computation/evaluation of stock accountability of Alex C. Cabaltica at GID Duplex. Tandag, Surigao del Sur
- b. Computation/evaluation of stock accountability of Gil Tabor at Micerma, Hernandez and Tabios warehouses in Malaybalay, Bukidnon
- c. Appeal of Andres G. Abaño at SAMUCO Warehouse, Sablayan, Occidental Mindoro
- d. Appeal of Rufino Erni of NFA Cavite
- e. Computation/Evaluation of stock accountability of Felimon Quiambao at NFA Ipil warehouse, Zamboanga Sibugay

III. Certifications

- a. Issued seventy-eight (78) certifications on With or Without Stock (Grains and MTS) Accountabilities for NFA Officials and rank and file employees.

TRAININGS:

In March 2015, NFA facilitated the participation of all Central Office Departments in GAD training/seminar and 8 NFA employees in 7 external trainings.

TITLE	NO. OF PARTICIPANTS	DURATION
I. Internal Training	0	
1 GAD Gender and Development	All CO Depts.	Mar. 23
II. External Training	8	
1 Seminar on Code of Ethics and Good Governance	1	Mar. 10
2 Mentoring and Coaching for Leaders	2	Mar. 12-13
3 Information Technology Training and SQL	1	Mar. 21-Apr. 18
4 CSI Leadership Training	1	Mar. 18
5 Problem Solving and Decision Making	1	Mar. 26-27
6 1st PAGBA Quarterly Seminar and Meeting	1	Mar. 25-28
7 National Convention of Lawyers	1	Mar. 20-22
TOTAL	8	

NFA PERSONNEL COMPLEMENT as of March 31, 2015

No. of Positions

Regular Plantilla	3,880
Central Office	<u>516</u>
Executive	48
Rank & File	468
Field Office	<u>3,364</u>
Executive	101
Rank & File	3,263
CTI Personnel (Rank & File)	<u>414</u>
Central Office	87
Field Office	<u>327</u>
Total	<u><u>4,294</u></u>

ENFORCEMENT AND INVESTIGATION

Nationwide enforcement accomplishment for the month of March 2015.

PARTICULARS	
1. No. of grains business establishments inspected	2,008
2. No. of grains businessmen apprehended	224
3. No. of violations noted	253
4. Administrative fines/fees collected	P 347,942.00
5. Fees collected thru enforcement	P 1,168,984.00

CONTRIBUTION TO THE ECONOMY:

NFA has contributed ₱2,427,054,677.79 to the country's economy in terms of the following increase in economic activities.

PARTICULARS	AMOUNT
1 Palay Procurement	395,574,756.90
2. Corn Procurement	72,793,405.50
3. Rent Expenses	37,262,411.65
4. Transportation & Deliveries Expenses	547,660,498.96
5. Storage	94,699,486.35
6. General Services	112,917,501.84
7. Janitorial Services	9,867,366.42
8. Security Services	295,410,348.77
9. Drying	253,209.34
10. Milling	18,773,335.52
11. Handling	387,450,741.76
12. Tax Witheld from Employees' Compensation	184,500,214.85
13. Tax Witheld from Suppliers of Goods & Services	269,891,399.93
TOTAL	2,427,054,677.79

Note: as of December 2014 per trial balance

PUBLIC AFFAIRS

1. News Releases

- NFA awards to Thailand and Vietnam the supply of 500,000 MT imported rice
- Private Sector participates in rice importation
- NFA mag-aangkat ng 500,000 MT bigas
- Farmers benefit from high price of palay
- Adm. Dalisay visits markets in Bataan and Zambales
- Rice price decline by ₱2/kg
- OPAFSAM, NFA seize P15M worth of smuggled rice
- NFA intensifies palay procurement as farm gate prices drop

2. Wrote/prepared articles for Gintong Butil Newsletter and Grains magazine.

3. Prepared photos needed for paper presentation of Adm. Renan B. Dalisay during the Climate Change convention in Switzerland.

4. Prepared and set up exhibits on the following:

- a. Sikat Pinoy, march 25-29 (SM megamall)
- b. Dairy Congress, April 28-30 (Malvar, Batangas)
- c. Kabisig, June 15-19 (Mall of Asia)

5. Posted updates and answered inquiries and complaints from netizens on the official NFA Facebook Account.

6. PAD joined NFA Adm. Dalisay's visit to the Philippine Rice Research Institute (PhilRice) re: possible partnership between NFA and PhilRice in the campaign on Be Riceponsible program and promotion of brown rice as alternative to white rice.

7. Coordinated the publication of 5 sets of bidding notices .