

National Food Authority

Accomplishment Report

September 2016

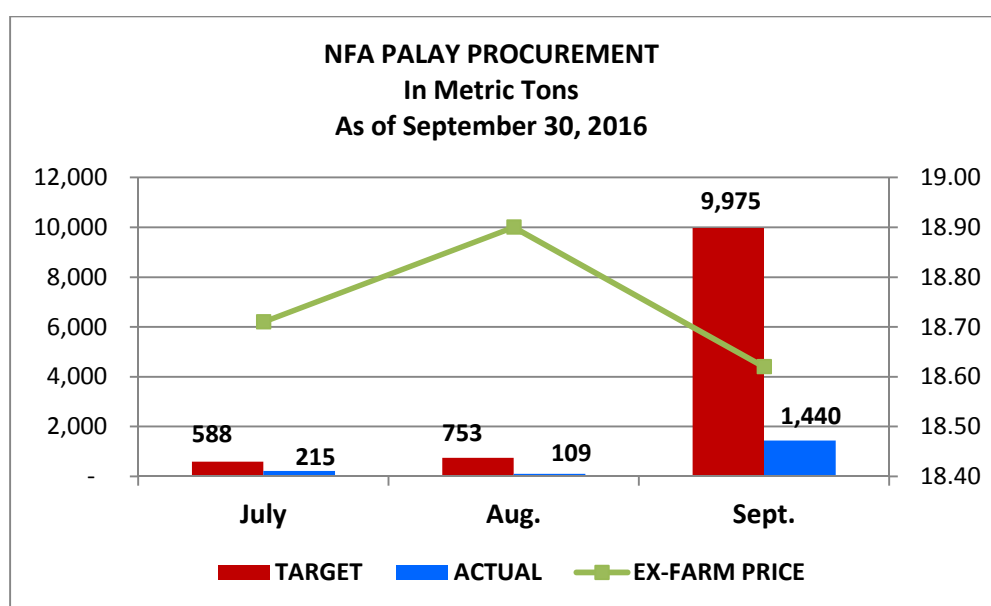


MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

PROCUREMENT

a. Palay

For the month of September 2016, NFA procured 1,440 MT of palay, which is 14.43% accomplishment of the month's target of 9,975 MT. The low procurement was attributed to the period being off-harvest season, and the prevailing average ex-farm price of palay is higher than the NFA support price; this situation is more beneficial to farmers.



DISTRIBUTION

For the month, NFA distributed 115,151 MT of rice, equivalent to 84.15% accomplishment of the target of 136,835 MT for September.

IMPORTATION

The NFA Council approved the awarding of contract for the supply of 250,000MT imported rice, 25% broken, well-milled, for buffer stocking of the government to fill-in the gap caused by the El Niño Phenomenon that hit the country in the last quarter of 2015 until the second quarter of this year. Of the 250,000 MT imported for the lean months, 245,650 MT is scheduled to arrive from September to October on NFA warehouses.

PRICES

Based on Philippine Statistics Authority (PSA) summary of commercial palay/rice prices, the average ex-farm price declined by 1.48% to ₱18.62/kg from ₱18.90/kg in August. This is ₱1.62/kg higher compared to NFA's buying price.

Average Ex-Farm Prices vs NFA Buying Price

(Price per kg.)

September 30, 2016

Commodity	NFA Buying Price	Ex-Farm Price	Price Diff. (In peso/kg)
Palay	17.00	18.62	(1.62)
YGN	12.30	11.54	0.76
WGN	13.00	12.13	0.87

Average prices for rice nationwide remains stable, this can be attributed to high inventory despite lean harvest, owing to the arrival of imported rice from Thailand and Vietnam on a Government to Government contract. Prices of corn continue to decrease at ₱0.50/kg for YGN from last month's wholesale price of ₱18.22/kg., and ₱0.59/kg in WGN, from last month's price of ₱16.78/kg to ₱16.19/kg both in wholesale levels.

Average Prevailing Wholesale/Retail Price of Rice and Corn

(Peso per Kg.)

September 30, 2016

Commodity	September	August	Price Diff in (Peso/Kg)
Whole Sale			
WMR	38.78	38.80	(0.02)
RMR	34.97	34.90	0.07
YGN	17.72	18.22	(0.50)
WGN	16.19	16.78	(0.59)
Retail			
WMR	41.82	41.88	(0.06)
RMR	37.45	37.37	0.08
YGN	22.85	22.68	0.17
WGN	24.29	23.32	0.97

MFO 3: BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED

RICE STOCK INVENTORY

As of September 30, 2016, NFA had a stock inventory of 10,158,563 bags (total rice equivalent -TRE) or 507,928.15MT, good to last for 16 days, based on the 2016 national daily rice consumption requirement of 32,150 MT.

NATIONAL QUALITY ASSESSMENT (QSAR) OF NFA STOCKS FOR THE MONTH OF SEPTEMBER 2016

The total volume of NFA stored grains assessed for the month of September is 10,968,323 bags, composed of palay, milled rice and corngrits, a decrease of 18.42% from the August volume of 13,445,120 bags. Stocks fit as food (rice) represents 99.96% of the total assessed grains. Stocks for disposition were 3,665 bags (0.033%) composed of sweepings, partially damaged stocks and 1,103 bags (0.01%) of totally damaged milled rice.

CLASSIFICATION/ CONDITION OF STOCKS	Quantity (in 50-kg bags)	PERCENTAGE (%)	
Good Quality (GQ)	6,237,549.0	56.869	99.96
Treated	4,726,005.5	43.088	
For treatment	0.0	0.000	
Total for Disposition	3,664.8		
-Sweepings	3,013.7	0.027	0.04
-Partially Damaged	651.1	0.006	
Totally Damaged	1,103.0	0.010	
TOTAL	10,968,323.0	100%	

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

REGISTERED/LICENSED GRAINS BUSINESSMEN

For the month of September, NFA registered and licensed 2,630 applicants, of which 33 grains businessmen availed of the two-year (2017-2018) advance-license scheme. Total R/L collections on grains business activities amounted to ₱3,760,592.66, which includes collection from mobile licensing amounting to ₱749,048.10 and ₱19,910 from advanced collections. 761 metal plates were issued/sold for ₱152,200. The cumulative R/L fees comprised 94.80% of the annual targeted collection of ₱154M.

PARTICULARS	
R/L Fees Collection	₱ 3,760,592.66
Mobile Licensing	₱ 749,048.10
Advance Collections (2017-2018)	₱ 19,910.00
2017 Applicants: 19	12,705.00
2018 Applicants: 14	7,205.00
No. of R/L Applicants	2,630
METAL PLATES (@ P200/pc)	
- No. of Issuances of Metal Plates	761
- Amount	₱ 152,200.00

UGNAYANS (Farmers' Assembly)

For the month of September, 52 UGNAYANS were conducted, participated in by 1,789 NFA stakeholders; 254 Farmers and 95 Farmer Organizations were accredited.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
UGNAYANS conducted	52
Participants	1,789
LGU - Participants	147
Farmers Accredited	254
Farmer Organizations Accredited	95

CUSTOMER-ASSISTANCE

Through its nationwide Customer-Assistance Units (CAU), NFA responded to/assisted 1,384 stakeholders. Most of the assistance rendered were on requests for farmer's passbook, renewal of NFA license, delivery date of NFA rice allocation, and R/L requirements of new applicants.

SUMMARY OF CAU SERVICES	ACCOMPLISHMENT
Inquiries	794
Requests	590
Complaints	0
Total Assistance Rendered	1,384

PHIL. GRAINS STANDARDIZATION PROGRAM (PGSP)

To check whether the PGSP Rules and Regulations are strictly observed, 1,917 Grains Business Establishments were inspected. 829 Trainings and seminars to advocate PGSP rules and regulations were conducted, participated in by 1,536 NFA Stakeholders.

PERFORMANCE INDICATOR	ACCOMPLISHMENT
Grains Business Establishment Inspected	1,917
Meetings/Seminars/Trainings;	
Number conducted	829
Number of Participants	1,536
Press Releases made	23
PGSP Violation cases filed	-

FOOD DEVELOPMENT CENTER

Testing

For the month, FDC performed 1 physical and sensory quality evaluation, 120 chemical analysis, 103 microbiological and 20 micro analytical quality evaluation, to determine safety and quality of white rice, brown rice, corn grits, other cereals, and various food and food products. Other activities included the testing of packaging materials and label evaluation; 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; and the conduct of 2 seminars/trainings.

Research and Development

- Development and Implementation of R & D projects
 - Arsenic in rice
 - Aflatoxin in corn, rice and peanuts
 - Tupig Project

Quality Assurance

- Implementation of one Pilot-Plant project for the period.
- Inspection of three food manufacturing plants and issuance of compliance certificates

Training Programs

- Implement four training courses to the food industry and government agencies
- Developed four training course materials
- Evaluate four implementation of training courses

Industry Liaison

- Evaluation of 51 clients' technical inquiries and recommendations and FDC's analyses/services to meet international standards
- 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 108 FDC reports to stakeholders

ISO Compliance

- Implemented 8 QA activities for testing laboratories (Filth Laboratory)
- Monitored, reviewed and verified 6 effectiveness of written ISO documents
- Maintenance/upgrading of FDC ISO 9001:2008 Certification and ISO/IEC 17025:2005 accreditation

The Food Development Center (FDC) generated an income of **₱929,144.05**, **86.16 %** of which was contributed by the Quality Evaluation Division.

LEGAL AFFAIRS

For the month, 118 activities pertaining to adjudication, documentation and litigation were undertaken:

Adjudication	25
Special Order/s with case folder served to H.O.'s/Pros.	6
Order/s issued and served	5
Hearing/s Conducted	6
Pre-Hearing Brief/s issued and served	3
Motion/s issued and served	4
Memorandum/s	1
Documentation & Legal Research	36
Contracts reviewed/evaluated	6
Opinions rendered	8
Memos re. Notice of Disallowance	13
Others: Opening Sealed Canvass/Pre-Bid	4
Pre-Bid Conference (TWG)/Post Qualification	5
Litigation	57
Hearing/s attended by Lawyers	21
Pleadings, memoranda & related documents prepared by Lawyers	13
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	18
Certification issued to grains businessmen for Import License/Permit	5
TOTAL	118

INTERNAL AUDIT SERVICES

In September 2016, the following Audit Services were conducted:

I. AUDIT ENGAGEMENTS

A. Special Audit of Procurement, Drying and Milling Operations, Cash Mgt: Receipts and Disbursement, and TOLA in the following provinces:

- Mamburao
- Calapan
- Bukidnon
- Antique

II. Tolerable Allowance (TOLA)

A. Issued 68 Certifications of Stock (Grains and MTS) Accountabilities of NFA officials and rank and file employees.

CORPORATE PLANNING AND MANAGEMENT SERVICES

Information Technology

- As of September 30, 2016, the development of the Electronic Integrated Financial Operation and Management Information System (eIFOMIS) is at 95.60%. This covers the program development, user's acceptance, trainings conducted and pilot implementation of the modules in the designated six pilot sites, including Central office.

Corporate Planning

- Prepared Transition Reports for CabSec
- SPMS : Prepared targets for July to December 2016
- GCG : Drafted proposed 2017 Performance Scorecard
- Preparation of budget briefing/hearing materials
- Budgetary Requirements for 2017 – submitted to the Congressional Committee on Appropriations

Corporate Development and/or Evaluation:

1. Warehouse Construction/PHFs
 - NFA Occidental Mindoro – CSW on the proposed warehouse construction in Magsaysay, Occidental Mindoro
2. Divestment of Assets: Complete Staff Work (CSW)
 - NFA - Maramag, Bukidnon Property – for subtitling
 - NFA - General Santos Property – awaiting COA valuation
 - NFA - Cabanatuan Property (Partial) – TCTs for reconstitution
3. Evaluation
 - Proposed re-acquisition of SPGC (MINPROCOR Property)
 - Proposed Lot Acquisition and 500,00 bag capacity warehouse construction in Bacolod City
 - Proposed transfer of Regional Seat of Region XI from Gen. Santos City to Sta. Ana, Davao City vs Digos, Davao del Sur
4. Titling Concerns
 - Prepared letters to DOH and DPWH requesting assistance in expediting the issuance of required certifications, as one of DENR's requirement for NFA application for Presidential Proclamation / Special Patent.

Monitoring and Reporting

- Visibility Reports from Field Offices – Liaison with LGUs and Congressmen
- 2nd Quarter Accomplishment Report for 2016 Performance Scorecard
- NFA Annual Report – Reviewed/edited final layout
- NFA Accomplishment Report for August 2016

Others – Secretariat and/or Technical Working Group/Staff Work to:

- Competency Framework – Review of Job descriptions
- SPMS: CPMSD as Co-Chair of the Technical Working Group (TWG)
- Task Force on SDO Relocation, Central Office Building, Divestment of Cabanatuan Property – attended meetings/BAC concerns of CO building.

TRAININGS:

In September 2016, NFA facilitated the participation of 146 NFA officials and employees in 5 internal and 5 external trainings.

TITLE	NO. OF PARTICIPANTS	DURATION
A. Internal Training I	105	
1 Congruent Leadership for Managers	26	Oct. 11-13, Oct. 13-15
2 GAD Awareness on Gender Mainstreaming	34	Oct. 3-5
3 Motivational Interviewing/Pathways to Serenity for Managers	45	Oct. 27-29
B. Internal Training II	26	
1 Fact-Finding Investigative and Admin Justice	3	Sept. 6-8
2 Security Professional Training Course	23	Sept. 30 - Oct. 1
II. External Training	15	
1 RM 201 : ISO Compliant records Management	6	Sept. 13-15
2 S/W on Records Counter Disaster Preparedness	6	Sept. 27-29
3 Certified Security Management Specialist	1	Sept. 12-15
4 Food Emerging Pathogen Testing	1	Sept. 21-23
5 S/W on Energy Management System	1	Sept. 20
TOTAL	146	

NFA PERSONNEL COMPLEMENT as of September 30, 2016

No. of Positions

Regular Plantilla	3,777	
Central Office		<u>493</u>
Executive		50
Rank & File		443
Field Office		<u>3,284</u>
Executive		103
Rank & File		3,181
CTI Personnel (Rank & File)	359	
Central Office		68
Field Office		<u>291</u>
Total		<u><u>4,136</u></u>

ENFORCEMENT AND INVESTIGATION

Nationwide enforcement accomplishment for the month of September 2016.

PARTICULARS	
1. No. of grains business establishments inspected	2,900
3. No. of violations	200
2. No. of grains business apprehended	117
4. Administrative fines/fees collected	P 149,334
5. Fees collected thru enforcement	P 609,919

CONTRIBUTION TO THE ECONOMY:

NFA has contributed P266,533,678.89 * to the country's economy in terms of the following increase in economic activities.

PARTICULARS	AMOUNT
1 Palay Procurement	-
2. Corn Procurement	-
3. Rent Expenses	4,492,775.04
4. Transportation & Deliveries Expenses	128,943,504.57
5. Storage	21,661,269.05
6. General Services	8,801,373.73
7. Janitorial Services	863,272.57
8. Security Services	30,318,201.12
9. Drying	4,400.82
10. Milling	2,043,187.93
11. Handling	38,360,495.50
12. Tax Witheld from Employees' Compensation	12,852,141.66
13. Tax Witheld from Suppliers of Goods & Services	18,193,056.90
TOTAL	266,533,678.89

**Trial Balance for August 2016*

PUBLIC AFFAIRS

1. News and Photo Releases
 - NFA awards the supply of 250,000MT imported rice to Vietnam and Thailand
 - NFA beefs up rice stocks in Southern Mindanao
 - NFA has enough rice for Batanes
 - NFA conducts exclusive market monitoring
 - India's agri officials study NFA stock survey methods and mandates
 - NFA Batanes prepares for new typhoon
2. Messages for officer-In-Charge Tomas R. Escarez
 - Anniversary message for OIC OIC Tomas R. Escarez
3. Provided photo and video coverage on the Government-to-Government rice importation
4. Monitored and clipped 175 news items on NFA corporate and agri-related issues and concerns, and provided copies to concerned NFA officials
5. Status of our Food Guardian sign-up Campaign: 1,230,684 volunteers nationwide