

# National Food Authority

## Accomplishment Report

January 2015

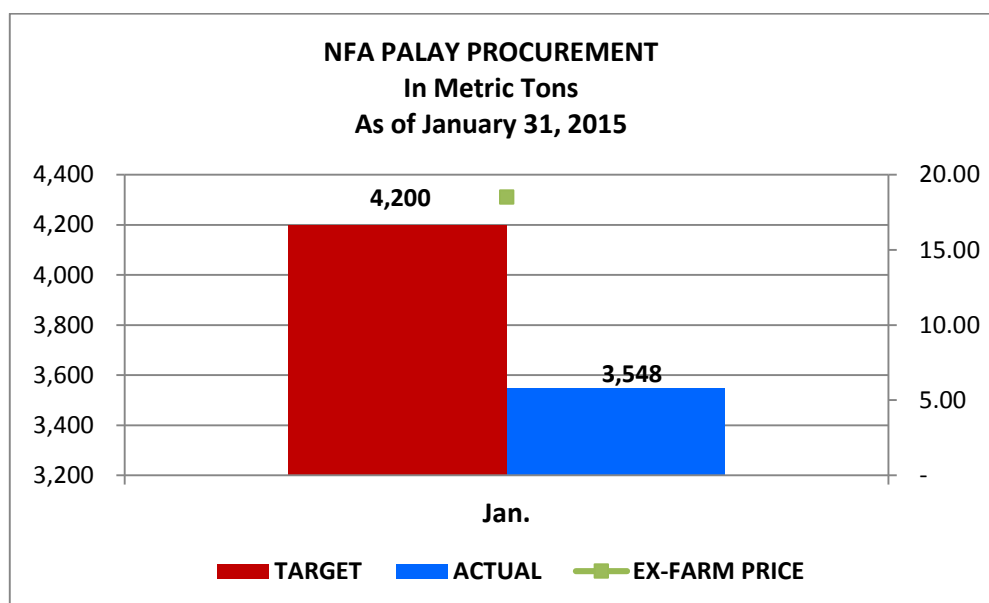


## MFO 1: STABLE SUPPLY AND PRICE OF STAPLE CEREALS

### PROCUREMENT

#### a. Palay

In January, NFA procured 3,548 MT of palay which is 84% accomplishment of the monthly target of 4,200 MT. The increase in procurement from 8% in December to 84% in January, was due to the overall decline of palay farm prices ranging from 1.82% reflected in ARMM to 14.05% in Central Mindanao.



### DISTRIBUTION

For the month, NFA distributed 82,143.45 MT of rice, or 94% accomplishment of the monthly target of 86,970 MT.

### IMPORTATION

To stabilize market prices and supply of rice, the government approved the additional importation of 500,000 MT of rice to augment NFA's dwindling buffer stocks, and to stabilize rice prices. Out of the authorized additional importation of 500,000 MT in 2014, 96.4% or 482,089 MT 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 declined further from ₱19.15/kg to ₱18.52/kg over last month's prices.

### **Average Ex-Farm Prices vs NFA Buying Price**

(Price per kg.)

January 31, 2015

<b>Commodity</b>	<b>NFA Buying Price</b>	<b>Ex-Farm Price</b>	<b>Price Diff. (In peso/kg)</b>
Palay	17.00	18.52	<b>(1.52)</b>
YGN	12.30	12.20	<b>0.10</b>
WGN	13.00	12.23	<b>0.77</b>

Rice prices continued to decline further from last month's prices. Wholesale and retail prices of WMR decreased by ₱1.42/kg and ₱0.36/kg, respectively. Also for RMR, a ₱0.36/kg was reflected in the wholesale and retail prices. The price drop is attributed to increase in inventory due to the harvest season and the continued arrival of 500TMT of imported rice contracted by the government to replenish our buffer stocks which had been depleted due to disastrous calamities that hit major palay production areas nationwide.

### **Average Prevailing Wholesale/Retail Price of Rice and Corn**

(Peso per Kg.)

January 31, 2015

<b>Commodity</b>	<b>January '15</b>	<b>December '14</b>	<b>Price Diff in (Peso/Kg)</b>
<b>Whole Sale</b>			
WMR	38.58	40.00	<b>(1.42)</b>
RMR	36.38	36.74	<b>(0.36)</b>
YGN	16.42	16.15	0.27
WGN	13.63	14.62	<b>(0.99)</b>
<b>Retail</b>			
WMR	42.57	42.93	<b>(0.36)</b>
RMR	38.88	39.35	<b>(0.47)</b>
YGN	21.97	21.61	0.36
WGN	20.56	19.96	0.60

### **MFO 3: BUFFER STOCK OF STAPLE CEREALS EFFECTIVELY MANAGED**

#### **RICE STOCK INVENTORY**

As of January 31, 2015, NFA has a stock inventory of 10,618,897 bags (total rice equivalent – TRE) or 530,945 MT, good to last for 17 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 11,902 applicants, of which 280 grains businessmen availed of the two-year (2016-2017) advance-license scheme. Total R/L collections on grains business activities amounted to ₱24,916,374.91, of which ₱347,859.72 were from advanced collections. 577 metal plates were issued/sold for ₱115,400.00. The cumulative RL fees comprised 17% of the annual targeted collection of ₱147M, while the number of RL applicants is equivalent to 15.26% of the annual targeted applicants of 78,000.

<b>PARTICULARS</b>	<b>JANUARY</b>
<b>R/L Fees Collection</b>	<b>₱ 24,916,374.91</b>
<b>Advance Collections (2015-2016)</b>	<b>₱ 347,859.72</b>
2016 Applicants: 170	242,800.76
2017 Applicants: 110	105,058.96
<b>No. of R/L Applicants</b>	<b>11,902</b>
<b>METAL PLATES (@ P200/pc)</b>	
- No. of Issuances of Metal Plates	577
- Amount	<b>₱ 115,400.00</b>

## **CUSTOMER ASSISTANCE**

Through its nationwide Customer Assistance Units (CAU), NFA responded to/assisted 2,290 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**

<b>SUMMARY OF CAU SERVICES</b>	<b>NOVEMBER</b>
Suggestions	-
Inquiries	1,391
Request	899
Complaints	-
<b>Total Assistance Rendered</b>	<b>2,290</b>

## **UGNAYAN (Farmers' Assembly)**

<b>PERFORMANCE INDICATOR</b>	<b>ACCOMPLISHMENT</b>
Provinces with UGNAYAN Reports	14
Reports processed	15
UGNAYAN conducted	16
Farmer-participants	276
LGUs-participants	11
No. of farmers accredited	22
No. of Farmer Organizations accredited	26

For the month of January, 14 UGNAYANs were conducted, participated in by 276 farmers and 11 participants from the LGUs. Some 22 farmers and 26 farmer organizations were accredited under NFA's Institutional Procurement Program (IPP).

## **FOOD DEVELOPMENT CENTER**

### **Testing**

For the month, FDC performed 91 chemical analysis, 149 microbiological, 1 physical and sensory, and 9 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 of 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 **₱362,109.75**, 78% higher than the previous month, with food quality testing/evaluation, of the Quality Evaluation Division having the highest contribution.

## **LEGAL AFFAIRS**

In January, 221 activities pertaining to adjudication, documentation and litigation were undertaken.

The 127 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 January 31, 2014

<b>Adjudication</b>	<b>131</b>
Decision/s	0
Draft Decision	2
Docketed Case/s	2
Certification issued	127
<b>Documentation &amp; Legal Research</b>	<b>40</b>
Contracts reviewed/evaluated	2
Contracts prepared	0
Opinions rendered	12
Others: Opening Sealed Canvass/Opinions from OGCC	26
<b>Litigation</b>	<b>50</b>
Hearing/s attended by Lawyers	13
Pleadings, memoranda & related documents prepared by Lawyers	7
Review of certifications issued to Private Importers (MAV-CSQ)	0
Opinions, reports, requests, queries & communications prepared and sent by Lawyers	30
<b>TOTAL</b>	<b>221</b>

## **MFO 5: MANAGEMENT EFFICIENCY AND COMPETENCY**

### **CORPORATE PLANNING AND MANAGEMENT SERVICES**

#### **Information Technology**

- As of January 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 4<sup>th</sup> Quarter Accomplishment Report
- NFA 2014 Corporate Profile

## **INTERNAL AUDIT SERVICES**

In January 2015, the following Audit Services were conducted:

### **I. AUDIT ENGAGEMENTS**

#### **A. Special**

1. Stock Accountabilities (NFA Mamburao)
2. Dispersal Operations (Regions VII and VIII)
3. Stock Accountabilities (NFA kalinga)

#### **B. Management (Distribution and Cash Management - Collections, Deposits and Remittances)**

1. Report Submitted
  - i. Capiz
  - ii. Iloilo Provincial Office
  - iii. Benguet
  - iv. Misamis Oriental
  - v. Lanao del Norte
  - vi. Lucena
  - vii. Laguna
  - viii. Sultan Kudarat
  - ix. North Cotabato
2. Report for Finalization
  - i. San Jose
  - ii. Batangas Provincial Office
  - iii. Palawan
  - iv. Digos
  - v. Davao City
  - vi. Infanta

#### **C. Conduct of Investigation of Alleged Defective Appointments**

#### **D. MAV-CSQ 2014 Rice Importation Program**

### **II. Tolerable Allowance (TOLA)**

#### **A. Appeals**

- i. Approved appeals of Mr. Virgilio Rosales and Philip Menor
- ii. Request of SGOO Raul V. Pioquinto

#### **B. Certifications**

Issued one hundred three (103) certifications to Stock (Grains and MTS) Accountabilities of NFA Officials and rank and file employees.

#### **C. TOLA Computations**

- i. Request copy of liquidation report of Rufino Erni

- ii. Stock Accountability of Alex Cabaltica-GID-Duplex, Tandag, Surigao del Sur with period accountability August 27, 1979 to October 16, 1983

**TRAININGS:**

In January 2015, NFA facilitated the participation of 9 NFA employees in 1 internal and 3 external trainings.

TITLE	NO. OF PARTICIPANTS	DURATION
<b>I. Internal Training</b>	<b>6</b>	
1 T/FOR ISO Certification of NFA RL Process	6	Jan. 28-29
<b>II. External Training</b>	<b>3</b>	
1 Environment management Sysytems	1	Jan. 21
2 S/ on Good Manufacturing Practices (CGMP)	1	Jan. 28-30
3 S/ on Process Optimization Through Design	1	Feb. 11-13
<b>TOTAL</b>	<b>9</b>	

**NFA PERSONNEL COMPLEMENT as of January 31, 2015**

	No. of Positions
<b>Regular Plantilla</b>	<b>3,910</b>
<b>Central Office</b>	<b><u>524</u></b>
Executive	46
Rank & File	478
<b>Field Office</b>	<b><u>3,386</u></b>
Executive	96
Rank & File	3,290
<b>CTI Personnel (Rank &amp; File)</b>	<b><u>418</u></b>
Central Office	88
Field Office	<u>330</u>
<b>Total</b>	<b><u><u>4,328</u></u></b>

## ENFORCEMENT AND INVESTIGATION

Nationwide enforcement accomplishment for the month of January 2015.

PARTICULARS	
1. No. of grains business establishments inspected	1,966
2. No. of grains businessmen apprehended	165
3. No. of violations noted	206
4. Administrative fines/fees collected	P 241,945.00
5. Fees collected thru enforcement	P 2,743,185.00

## CONTRIBUTION TO THE ECONOMY:

For ten (10) months, NFA has contributed ₱1,831,222,089.28 to the country's economy in terms of the following increase in economic activities.

PARTICULARS	AMOUNT
1 Palay Procurement	170,365,810.36
2. Corn Procurement	72,761,978.85
3. Rent Expenses	30,789,965.51
4. Transportation & Deliveries Expenses	469,119,037.48
5. Storage	71,932,429.53
6. General Services	93,056,724.19
7. Janitorial Services	6,584,334.50
8. Security Services	228,151,657.85
9. Drying	250,438.53
10. Milling	19,354,477.21
11. Handling	279,850,747.07
12. Tax Witheld from Employees' Compensation	156,149,301.36
13. Tax Witheld from Suppliers of Goods & Services	232,855,186.84
<b>TOTAL</b>	<b>1,831,222,089.28</b>

*Note: Financial Report as of October 2014*