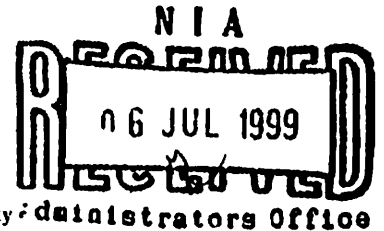




Republika ng Pilipinas  
Kagawaran ng Pagsasaka  
PAMBANSANG PANGASIWAAN NG PATUBIG  
(National Irrigation Administration)  
National Government Center, E. delos Santos Ave., Diliman, Quezon City  
☎ 926-45-10; 922-27-95 ☐ 926-28-46



MC No. 21, s. 1999

**MEMORANDUM CIRCULAR**

TO : THE DEPUTY ADMINISTRATOR, ASSISTANT ADMINISTRATORS,  
DEPARTMENT MANAGERS, REGIONAL IRRIGATION MANAGERS,  
OPERATIONS-PROJECT MANAGERS, REGIONAL-PROJECT AC-  
COUNTANTS, IRRIGATION SUPERINTENDENTS, PROVINCIAL IRRI-  
GATION OFFICERS, AND ALL OTHERS CONCERNED  
National Irrigation Administration

SUBJECT : NFA 1999 SUPPORT/BUYING PRICES FOR PALAY FOR USE IN THE  
COMPUTATION OF THE CASH EQUIVALENT OF IRRIGATION SERV-  
ICE FEES (ISFs) AND PENALTIES FOR LATE ISF PAYMENTS

Quoted hereunder, for the information and guidance of all concerned, is Memorandum No. AO-99-01-043 dated 26 January 1999 of the National Food Authority (NFA). This specifies the NFA buying prices for February 1999 and for the period starting 1 March 1999 for clean and dry palay (palay grades PG-1 and PG-2).

**"NATIONAL FOOD AUTHORITY**

MEMORANDUM '99  
AO-99-01-043  
26 January 1999

TO : ALL REGIONAL DIRECTORS  
PROVINCIAL MANAGERS  
OFFICERS-IN-CHARGE

**BUYING PRICE BULLETIN**

*The increase in NFA buying prices for clean and dry palay (PG 1 and PG 2) was approved by the NFA Council in its meeting on 10 December 1998 and by the President on 11 December 1998.*

*As an initial implementation of the new support prices for palay to assist our farmers badly affected by El Nino in 1998, effective February 01-28, 1999, the NFA support price for palay (PG 1 and PG 2) shall be as follows:*

Commodity	Incentive	NFA Buying Price (P/kg)
Palay	-	10.00
	Cooperative Development Incentive Fee (CDIF)	0.25
	Drying Incentive Fee (DrIF)	0.15
	Delivery Incentive Fee (DeIF)	0.10
Total		10.50

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*Palay Grades 1 and 2 shall have the following specifications:*

<b>Variety Code</b>	<b>Moisture Content</b>	<b>Purity</b>	<b>Yellow/Discolored</b>	<b>Damaged</b>	<b>Chalky</b>	<b>Red Grain</b>
	(Max., %)	(Min., %)	(Max., %)	(Max., %)	(Max., %)	(Max., %)
PG-1	14	95	2	1	5	3
PG-2	14	90	4	3	10	5

*However, effective 1 March 1999, the NFA buying prices for clean and dry palay (PG-1 and PG-2) shall be adjusted to the following levels based on cropping pattern/schedule as follows:*

<b>Crop Type</b>	<b>Procurement Period</b>	<b>Buying Price (P/kg)</b>
Summer Crop	March ~ August	10.00
Main Crop	September ~ February	9.00

**Other Provisions:**

1. All palay stocks shall be subject to the existing Equivalent Net Weight Factor (ENWF) Table for palay that took effect October 20, 1998.
2. The incentive package representing ₱ 0.25/kg Cooperative Development Incentive Fee (CDIF), the ₱ 0.15/kg Drying Incentive Fee, and the ₱ 0.10/kg Delivery Incentive Fee shall continue to be granted. Above incentives shall be given based on Equivalent Net Weight (ENW).
3. Summer Crop shall refer to palay stocks procured during the second cropping season of March to August. Main Crop shall refer to palay stocks procured during the main cropping season of September to February.

*Be guided accordingly.*

*(Signed)*

**EDUARDO NONATO N. JOSON**  
Administrator"

In the computation of the cash equivalent of Irrigation Service Fees (ISFs) including penalties for late ISF payments, all concerned staff and units of the Agency should adopt these new NFA support prices for palay effective the second rice cropping of 1999:

<b>Crop Type (NIA)</b>	<b>Crop Type (NFA)</b>	<b>NFA Support Price (P/kg)</b>
Dry Season Rice Crop	Summer Rice Crop	10.00
Wet Season Rice Crop	Main Rice Crop	9.00

This Memorandum Circular supersedes MC No. 12, series of 1999.

Please be guided accordingly.

  
**MANUEL S. AREVALO**  
Administrator

Date: July 6, 1999

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