

B. AGRICULTURAL CREDIT POLICY COUNCIL

STRATEGIC OBJECTIVES

MANDATE

Created in 1986 by virtue of Executive Order (EO) No. 113, the Agricultural Credit Policy Council (ACPC) is mandated to:

1. Assist the Department of Agriculture in synchronizing all agriculture and fisheries credit policies and programs (EO 113);
2. Review and evaluate the economic soundness of all agriculture and fisheries credit programs (EO 113);
3. Implement institutional capacity building programs and pilot-test innovative financing schemes for marginalized farmers and fisherfolk (RA 7607 or Magna Carta for Small Farmers);
4. Oversee the implementation of the Agriculture and Fisheries Modernization Act (AFMA)-mandated Agro-Industry Modernization Credit and Financing Program (ACPC Council Resolution No. 01-1999);
5. Manage and facilitate the collection and consolidation of government directed credit programs (DCPs) into the Agro-Industry Modernization Credit and Financing Program (DA-DOF-DBM Joint Circular No. 1 and DA Administrative Order No. 16); and
6. Act as the Department of Agriculture's duly-authorized agency to implement relevant provisions of RA 10000 (DA Special Order 605, 2011)

VISION

The ACPC is the institution on agri-credit policy and program development that promotes the effective and sustainable delivery of financial services to the countryside

MISSION

Develop and advocate agri-credit policies and orchestrate programs that promote farmers' and fisherfolk's access to sustained financial services

KEY RESULT AREAS

1. Transparent, accountable and participatory governance;
2. Poverty reduction and empowerment of the poor and vulnerable; and
3. Integrity of the environment and climate change adaptation and mitigation

SECTOR OUTCOME

Competitive and sustainable Agriculture and Fisheries (A & F) sector achieved and contributes to the achievement of the sector outcome of effective and efficient governance

ORGANIZATIONAL OUTCOME

Access of Small Farmers and Fisherfolk (SFF) to formal credit under the ACPC Agro-Industry Modernization Credit and Financing Program (e.g Sikat Saka, Agriculture and Fisheries Financing Program and Calamity/Climate Change Facility) increased

PERFORMANCE INFORMATION

KEY STRATEGIES

1. Strengthen Agriculture and Fisheries Modernization Act (AFMA)-mandated Agro-Industry Modernization Credit and Financing Program (AMCFP) lending to small farm and fishing households;
2. Reduce costs of lending and provide incentives for private banks to increase lending to the agriculture and fisheries sector;
3. Strengthen credit guarantee and agricultural insurance programs;
4. Build up credit database for small farmers and fisherfolk (SSF), intensify information dissemination and strengthen monitoring and evaluation; and
5. Enhance capacity of SSF and their cooperatives and organizations

ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs)	BASELINE	2015 TARGETS
Access of Small Farmers and Fisherfolk (SFF) to formal credit under the ACPC Agro-Industry Modernization Credit and Financing Program (e.g Sikat Saka, Agriculture and Fisheries Financing Program and Calamity / Climate Change Facility) increased		
Repayment rate (% of repayment / outstanding loans)	85%-95%	85%-95%
% increase in the number of SFF borrowers	13,378	312.62% (55,200)
% increase in the number of transactions	24,158	356.98% (110,398)

MAJOR FINAL OUTPUTS (MFOs) / PERFORMANCE INDICATORS (PIs)

2015 Targets

MFO 1: CREDIT SUPPORT SERVICES

Credit Funds Administered

Total amount of loans granted (PhP Million)	3,621.5
Total number of loan beneficiaries	110,398
% of past due loans over loans outstanding (from partner lending institutions to ACPC-AMCFP)	5%-15%
% amount collected over amount matured/due (from partner lending institutions to ACPC-AMCFP)	85%-95%
Percentage of loan applications approved/released within fifteen (15) days (ACPC-AMCFP to partner lending institutions)	100%
% amounts due collected within ten (10) days (ACPC-AMCFP to partner lending institutions)	85%-95%

Collection of loans under directed credit programs

Amount of loan collections / loans consolidated into the AMCFP from directed credit programs (PhP Million)	2.3
% of loan beneficiaries in arrears for more than 180 days that did not respond to ACPC's follow-up letters	98.5%
Average cost per Peso collected (in PhP)	0.20
% of scheduled loan repayments that fall into arrears which are issued with follow-up letters within ten (10) working days	100%