

I. NATIONAL MEAT INSPECTION SERVICE

STRATEGIC OBJECTIVES

MANDATE : NMIS shall promulgate and implement policies, procedures, guidelines, rules and regulations governing post-production flow of livestock and meat and meat products (both locally produced and imported) through the various stages of marketing and proper handling, inspection, processing storage and preservation of such products. In the same manner, the agency shall protect the interest, health and general welfare of the meat-consuming public and shall endeavor for the development of the livestock and meat industry.

VISION : NMIS is a dynamic regulatory agency with competent and dedicated human resources committed to provide excellent meat inspection service that is responsive to consumers' welfare and globally competitive meat and meat product industry development.

MISSION : The NMIS shall protect the meat consuming public through efficient and effective meat inspection service by adopting and implementing new technologies to assure food safety. The NMIS shall promote the development of livestock, poultry and meat industry to ensure adequate supply of quality meat and meat products. These shall be undertaken in collaboration with government and other industry partners thoroughly guided by the Meat Inspection Code of the Philippines and other relevant laws.

KEY RESULT AREAS : Rapid, inclusive and sustained economic growth

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 : 1. Meat Safety and Quality Ensured

SECTION 1 : EXPENDITURE PROGRAM
(in pesos)

| No./ Code | GASS / STO / OPERATIONS / PROJECTS | 2014 Actual | 2015 Current | 2016 Proposed |
|---------------------|------------------------------------|-------------|--------------|---------------|
| 000001000000000 | General Administration and Support | 47,162,000 | 36,612,000 | 46,183,000 |
| | PS | 26,756,000 | 6,430,000 | 11,315,000 |
| | MOOE | 20,406,000 | 30,182,000 | 30,679,000 |
| | CO | | | 4,189,000 |
| 000003000000000 | Operations | 343,046,000 | 392,022,000 | 346,490,000 |
| | PS | 136,364,000 | 132,183,000 | 135,526,000 |
| | MOOE | 126,757,000 | 179,839,000 | 186,964,000 |
| | CO | 79,925,000 | 80,000,000 | 24,000,000 |
| TOTAL AGENCY BUDGET | | 390,208,000 | 428,634,000 | 392,673,000 |
| | PS | 163,120,000 | 138,613,000 | 146,841,000 |
| | MOOE | 147,163,000 | 210,021,000 | 217,643,000 |
| | CO | 79,925,000 | 80,000,000 | 28,189,000 |

STAFFING SUMMARY

| | 2014 | 2015 | 2016 |
|--------------------------------------|------|------|------|
| TOTAL STAFFING | | | |
| Total Number of Authorized Positions | 362 | 362 | 362 |
| Total Number of Filled Positions | 314 | 322 | 322 |

| OPERATIONS BY MFO | PROPOSED 2016 | | | |
|---------------------------------|---------------|------------|----|-------------|
| | PS | MOOE | CO | TOTAL |
| MFO 1: MEAT REGULATION SERVICES | 124,015,000 | 97,773,000 | | 221,788,000 |

SECTION 2 : EXPENDITURE PROGRAM BY CENTRAL / REGIONAL ALLOCATION, 2016
(in pesos)

| REGION | PS | MOOE | CO | TOTAL |
|----------------------------------------------|-------------|-------------|-----------|-------------|
| Regional Allocation (net of Central Office): | 134,795,000 | 128,452,000 | 4,189,000 | 267,436,000 |
| National Capital Region (NCR) | 134,795,000 | 128,452,000 | 4,189,000 | 267,436,000 |
| TOTAL AGENCY BUDGET | 134,795,000 | 128,452,000 | 4,189,000 | 267,436,000 |

SECTION 3 : SPECIAL PROVISION(S)

- Meat Inspection Service Development Fund. In addition to the amounts appropriated herein, Thirty Two Million Forty Five Thousand Pesos (P32,045,000) and Eighty One Million One Hundred Forty Six Thousand Pesos (P81,146,000) shall be used for implementation of the Meat Establishment Improvement Project and Meat Inspection Service Development Project, respectively, sourced from fees, fines and charges collected by the National Meat Inspection Service (NMIS), constituted into the Meat Inspection Service Development Fund in accordance with Section 47 of R.A. No. 9296, as amended.

Release of funds shall be subject to Joint DA-DILG-DBM MC No. 01 dated October 17, 2006 and to the submission of a Special Budget pursuant to Section 35, Chapter 5, Book VI of E.O. No. 292.

The NMIS shall submit to the DBM, the House Committee on Appropriations and the Senate Committee on Finance, either in printed form or by way of electronic document, quarterly reports on financial and physical accomplishments. The Director of NMIS and the Agency's web administrator or his/her equivalent shall be responsible for ensuring that said quarterly reports are likewise posted on the NMIS website.

- Appropriations for Programs and Specific Activities. The amounts appropriated herein for the programs of the agency shall be used specifically for the following activities in the indicated amounts and conditions:

SECTION 4 : PERFORMANCE INFORMATION

KEY STRATEGIES :

- Promulgate specific policies and procedures governing flow of food animals;
- Ensure food security and provide meat safety and quality standards;
- Enhance development of the livestock and poultry industry;
- Support local government units to be self-reliant;
- Promote of meat trade competitiveness (Export and Import Substitution);
- Promote application of risk analysis;
- Reorganization: RA 10536 (Amended RA 9296) and RA 10611 (Food Safety Act);
- Strengthening of Regional Technical Operation Center (RTOC) operation and functions;
- Support to maintenance of central and satellite meat laboratories;
- Capability development of technical personnel and field enforcers;
- Utilize the Meat Inspection Service Development Trust Fund (MISDTF) for the continued upgrading of laboratory equipment and facilities to conform with international standards, and establishment of training facilities;
- Support the LGU for the upgrading of meat establishment in their municipalities to meet the standards set by the national government; and
- Special studies, researches and project development to evaluate, monitor or strengthen existing activities or to support development of new standards or policies

| ORGANIZATIONAL OUTCOMES (OOs) / PERFORMANCE INDICATORS (PIs) | Baseline | 2016 Targets |
|------------------------------------------------------------------------------------------------------------------------|----------|--------------|
| Meat Safety and Quality Ensured | | |
| Accreditation | | |
| 1. % of Meat Establishment (ME) Accredited / % of ME applied for Accreditation | 100% | 100% |
| a. Accredited Meat Establishment (Class "AAA") | 66 | 68 |
| b. Accredited Meat Establishment (Class "AA") | 429 | 448 |
| c. Accredited Meat Establishment (Class "A") | 31 | 49 |
| Certification: | | |
| 2. % of Meat Establishment Certified for HACCP (Class "AAA") / % Accredited Meat Establishment (Class "AAA") | 120% | 100% |
| a. Meat Establishments Certified for HACCP (Class "AAA") - mandatory | 80 | 68 |
| b. Meat Establishments Certified for HACCP (Class "AA") - voluntary | 40 | 45 |
| 3. % of Meat Establishment Certified for GMP (Class "AA", "AAA") / % Accredited Meat Establishment (Class "AA", "AAA") | 104% | 100% |
| a. ME certified for GMP (Class "AAA" & "AA") | 518 | 516 |

MFO / PIs

2016 Targets

MFO 1: MEAT REGULATION SERVICES

Regulatory Documents Issuances

| | |
|-------------------------------------------------------------------------------------------------------|-----------|
| No. of product registration, certification and accreditation issued | 1,140,042 |
| % of compliance to the provision of the regulatory documents | 100% |
| % of application for permits, licenses, certificates, accreditations and SPS processed within one day | 100% |

Monitoring

| | |
|----------------------------------------------------------------------------------------------------------|------|
| No. of agricultural facilities monitored and/or inspected with reports | |
| a. Accredited MEs | 565 |
| No. of agricultural products monitored and/or inspected with reports | |
| a. HACCP certified products | 461 |
| b. Meat Products Registration | 244 |
| % of submitted reports that resulted in issuance of notice of violations | 0-2% |
| % of permit/license holders of accredited agencies with two or more violations over the last three years | 0-2% |
| % of agricultural sites and products that have been inspected at least once a year | 100% |

Enforcement

| | |
|---------------------------------------------------------------------------------------------------|------|
| No. of enforcement actions undertaken | 54 |
| % of submitted report that resulted in the issuance of notice of violations and penalties imposed | 0-2% |
| % of detected violations that are resolved or referred for prosecution as prescribed by law | 100% |

Appropriations/Obligations

(In Thousand Pesos)

| Description | 2014 | 2015 | 2016 |
|------------------------------------------|---------|---------|---------|
| New General Appropriations | 300,226 | 252,184 | 267,436 |
| General Fund | | 252,184 | 267,436 |
| R.A. No. 10633 | 300,226 | | |
| Automatic Appropriations | 74,311 | 176,450 | 125,237 |
| Retirement and Life Insurance Premiums | 12,506 | 11,946 | 12,046 |
| Special Account | 61,805 | 164,504 | 113,191 |
| Continuing Appropriations | 11,220 | 1,797 | |
| Unobligated Releases for Capital Outlays | | | |
| R.A. No. 10352 | 7,053 | | |
| R.A. No. 10633 | | 1,576 | |

| | | | |
|---------------------------------------|----------------|----------------|----------------|
| Unobligated Releases for MOOE | | | |
| R.A. No. 10352 | 4,167 | | |
| R.A. No. 10633 | | 221 | |
| Budgetary Adjustment(s) | <u>19,944</u> | | |
| Transfer(s) from: | | | |
| Miscellaneous Personnel Benefits Fund | 1,507 | | |
| Pension and Gratuity Fund | <u>18,437</u> | | |
| Total Available Appropriations | 405,701 | 430,431 | 392,673 |
| Unused Appropriations | (15,493) | (1,797) | |
| Unobligated Allotment | (15,493) | (1,797) | |
| TOTAL OBLIGATIONS | <u>390,208</u> | <u>428,634</u> | <u>392,673</u> |
| | ===== | ===== | ===== |

Proposed New Appropriations Language

For general administration and support and operations, in support of the modernization of the agriculture and fisheries sector in order to meet the challenges of globalization, as indicated hereunder.....P 267,436,000
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New Appropriations, by Programs/Activities/Projects

| | | <u>Current Operating Expenditures</u> | | | |
|-----------------------------------------------|----------------------------------------------------------|---------------------------------------|-------------------------------------------------|------------------------|----------------------|
| | | <u>Personnel Services</u> | <u>Maintenance and Other Operating Expenses</u> | <u>Capital Outlays</u> | <u>Total</u> |
| PROGRAMS | | | | | |
| 000001000000000 | General Administration and Support | <u>10,780,000</u> | <u>30,679,000</u> | <u>4,189,000</u> | <u>45,648,000</u> |
| 103001000100000 | General Management and Supervision | P 6,007,000 | P 30,679,000 | P 4,189,000 | P 40,875,000 |
| 103001000200000 | Administration of Personnel Benefits | <u>4,773,000</u> | | | <u>4,773,000</u> |
| Sub-total, General Administration and Support | | <u>10,780,000</u> | <u>30,679,000</u> | <u>4,189,000</u> | <u>45,648,000</u> |
| 000003000000000 | Operations | <u>124,015,000</u> | <u>97,773,000</u> | | <u>221,788,000</u> |
| 000003010000000 | MFO 1: MEAT REGULATION SERVICES | <u>124,015,000</u> | <u>97,773,000</u> | | <u>221,788,000</u> |
| 000003010100000 | Meat Safety Quality Assurance Program | <u>61,717,000</u> | <u>31,843,000</u> | | <u>93,560,000</u> |
| 162003010100001 | Meat Inspection and Enforcement | 61,717,000 | 25,768,000 | | 87,485,000 |
| 162003010100002 | Deputation Services | | 6,075,000 | | 6,075,000 |
| 000003010200000 | Accreditation and Registration Program | <u>62,298,000</u> | <u>65,930,000</u> | | <u>128,228,000</u> |
| 162003010200001 | Accreditation of Meat Establishments/Importers/Exporters | 62,298,000 | 35,097,000 | | 97,395,000 |
| 162003010200003 | Registration of Meat Products | | <u>30,833,000</u> | | <u>30,833,000</u> |
| Sub-total, Operations | | 124,015,000 | 97,773,000 | | 221,788,000 |
| TOTAL NEW APPROPRIATIONS | | P <u>134,795,000</u> | P <u>128,452,000</u> | P <u>4,189,000</u> | P <u>267,436,000</u> |
| | | ===== | ===== | ===== | ===== |

Obligations, by Object of Expenditures

CYs 2014-2016
(In Thousand Pesos)

| | 2014 | 2015 | 2016 |
|-------------------------------------------------------|----------------|----------------|----------------|
| Current Operating Expenditures | | | |
| Personnel Services | | | |
| Civilian Personnel | | | |
| Permanent Positions | | | |
| Basic Salary | 104,213 | 99,555 | 100,382 |
| Total Permanent Positions | <u>104,213</u> | <u>99,555</u> | <u>100,382</u> |
| Other Compensation Common to All | | | |
| Personnel Economic Relief Allowance | 7,484 | 7,536 | 7,728 |
| Representation Allowance | 1,954 | 1,188 | 984 |
| Transportation Allowance | | 1,188 | 984 |
| Clothing and Uniform Allowance | 1,621 | 1,570 | 1,610 |
| Productivity Incentive Allowance | 598 | 628 | |
| Year End Bonus | 8,453 | 8,296 | 8,365 |
| Cash Gift | 1,525 | 1,570 | 1,610 |
| Step Increment | | 249 | 488 |
| Productivity Enhancement Incentive | 1,512 | | 1,610 |
| Total Other Compensation Common to All | <u>23,147</u> | <u>22,225</u> | <u>23,379</u> |
| Other Compensation for Specific Groups | | | |
| Magna Carta for Public Health Workers | 3,645 | 3,137 | 4,470 |
| Longevity Pay | 53 | | |
| Total Other Compensation for Specific Groups | <u>3,698</u> | <u>3,137</u> | <u>4,470</u> |
| Other Benefits | | | |
| Retirement and Life Insurance Premiums | 11,196 | 11,946 | 12,046 |
| PAG-IBIG Contributions | 329 | 376 | 387 |
| PhilHealth Contributions | 1,074 | 998 | 1,017 |
| Employees Compensation Insurance Premiums | 360 | 376 | 387 |
| Retirement Gratuity | 4,602 | | |
| Terminal Leave | 14,501 | | 4,773 |
| Total Other Benefits | <u>32,062</u> | <u>13,696</u> | <u>18,610</u> |
| TOTAL PERSONNEL SERVICES | <u>163,120</u> | <u>138,613</u> | <u>146,841</u> |
| Maintenance and Other Operating Expenses | | | |
| Travelling Expenses | 20,926 | 22,500 | 23,175 |
| Training and Scholarship Expenses | 19,596 | 22,000 | 22,660 |
| Supplies and Materials Expenses | 29,217 | 56,265 | 69,593 |
| Utility Expenses | 8,321 | 14,350 | 14,928 |
| Communication Expenses | 4,526 | 4,552 | 4,689 |
| Confidential, Intelligence and Extraordinary Expenses | | | |
| Extraordinary and Miscellaneous Expenses | 83 | 150 | 150 |
| Professional Services | 5,303 | 9,350 | 9,350 |
| General Services | 18,339 | 14,300 | 14,300 |
| Repairs and Maintenance | 14,657 | 8,600 | 8,857 |
| Financial Assistance/Subsidy | 12,337 | 48,000 | 30,000 |
| Taxes, Insurance Premiums and Other Fees | 1,150 | 1,500 | 1,500 |
| Other Maintenance and Operating Expenses | | | |
| Advertising Expenses | 38 | 1,275 | 1,314 |
| Printing and Publication Expenses | 6,850 | 3,500 | 3,605 |
| Transportation and Delivery Expenses | 112 | | |
| Rent/Lease Expenses | 600 | 375 | 375 |
| Subscription Expenses | 114 | 50 | 50 |
| Other Maintenance and Operating Expenses | 4,994 | 3,254 | 13,097 |
| TOTAL MAINTENANCE AND OTHER OPERATING EXPENSES | <u>147,163</u> | <u>210,021</u> | <u>217,643</u> |
| TOTAL CURRENT OPERATING EXPENDITURES | <u>310,283</u> | <u>348,634</u> | <u>364,484</u> |

192 EXPENDITURE PROGRAM FY 2016 VOLUME I

Capital Outlays

Property, Plant and Equipment Outlay

Land Improvements Outlay

Buildings and Other Structures

Machinery and Equipment Outlay

Intangible Assets Outlay

TOTAL CAPITAL OUTLAYS

GRAND TOTAL

| | | | |
|--|----------------|----------------|----------------|
| | | | 19,000 |
| | 47,523 | | |
| | 32,402 | 80,000 | 7,825 |
| | | | 1,364 |
| | <u>79,925</u> | <u>80,000</u> | <u>28,189</u> |
| | <u>390,208</u> | <u>428,634</u> | <u>392,673</u> |