

**Country & Project No.: Laos, 10306.0 DEV-LAO-Food For Work
B/R No.: 04**

BUDGET REVISION FOR THE APPROVAL OF REGIONAL DIRECTOR

	<u>Initials</u>	<u>In Date</u>	<u>Out Date</u>	<u>Reason For Delay</u>
<u>ORIGINATOR</u>				
Country Office or Regional Bureau on behalf of Country Office	.....	.....	.....	.....
<u>CLEARANCE</u>				
Programme Officer, ODMP	not required	.....	.....	.....
Chief, ODMP	not required	.....	.....	.....
Chief, ODTF (change in LTSH and/or External Transport)	not required	.....	.....	.....
<u>APPROVAL</u>				
<input checked="" type="checkbox"/> Country Director	.....	.....	.....	.....

PROJECT : Laos-10306.0 DEV-LAO - Assistance to Food Insecure Households in Transition			
	Previous Budget	Revision	New Budget
Food cost (US\$)	US\$ 2,860,000	US\$ 0	US\$ 2,860,000
Total WFP cost (US\$) (Including ISC 7.0%)	US\$ 6,626,962	US\$ 0	US\$ 6,626,962

<u>TYPE OF REVISION</u>			
<input type="checkbox"/> Additional commodity	<input type="checkbox"/> Additional DSC	<input type="checkbox"/> Additional ODOC	<input type="checkbox"/> Additional LTSH
<input type="checkbox"/> Additional external transport	<input checked="" type="checkbox"/> Extension in time	<input type="checkbox"/> Policy issue	<input type="checkbox"/> M&E
<input type="checkbox"/> Change in project orientation	<input type="checkbox"/> Reduction in ODOC		

<u>NATURE OF REVISION:</u>
To extend the duration of FFW 10306.0 from 1 Aug 2007 to 31 July 2008
<u>JUSTIFICATION FOR THE REVISION:</u>
FFW 10306.0 did not meet its planned distribution of 11,000 mt during the three-year project period for the following reasons:
1. Scheme approvals for our largest partner, IFAD OCISP, were reduced from more than 1000 mt in 2005 to less than 100 mt in 2006 because of irregularities in project implementation and commodity losses.
2. Scheme supporting documentation requirements were significantly increased for all partners in compliance with the 2006 FFW mission recommendations. The implementation of new paperwork requirements necessitated additional training of partner staff and caused delays in scheme implementation.
3. Some original partners dropped out of the programme after their projects closed. New partners were brought into the programme but delays occurred because of the need to train new partner staff and build their capacity to implement FFW activities.

<u>-DISTRIBUTION:</u>		
DED/Operations	Associate Director of Operations	Regional Director
Chief, OTF	Chief, ODP	RB Programme Advisor
Country Director	Programme Officer, ODP	RB Programme Assistant
OD Registry	Programming Assistant, ODP	RB Chrono
FRD; OEDB		