

**BUDGET REVISION OF SO FOR THE APPROVAL OF REGIONAL DIRECTOR**

	<u>Initials</u>	<u>In Date</u>	<u>Out Date</u>	<u>Reason For Delay</u>
<b><u>ORIGINATOR</u></b>				
Country Office or Regional Bureau on behalf of Country Office	.....	.....	.....	.....
<b><u>CLEARANCE</u></b>				
Programme Officer, RMBP	.....	.....	.....	.....
Chief, RMBP	.....	.....	.....	.....
Chief, ODLT	.....	.....	.....	.....
Director, ODL	.....	.....	.....	.....
Chief, RMBB	.....	.....	.....	.....
Director, ODI ( <i>ICT operations only</i> )	.....	.....	.....	.....
<b><u>APPROVAL</u></b>				
X Regional Director	.....	.....	.....	.....

<b>PROJECT SO-TLCO-107970 "Logistics Augmentation"</b>			
	<b>Previous Budget</b>	<b>Revision</b>	<b>New Budget</b>
<b>ODOC</b>	US\$ 751,756	US\$ -	US\$ 751,756
<b>DSC</b>	US\$ 558,131	US\$131,113	US\$ 689,244
<b>ISC</b>	US\$ 91,692	US\$ 9,178	US\$ 100,870
<b>Total WFP cost (US\$)</b>	US\$1,401,579	US\$140,291	US\$1,541,870

<b><u>TYPE OF REVISION</u></b>			
<input checked="" type="checkbox"/> Additional DSC	<input type="checkbox"/> Additional ODOC	<input checked="" type="checkbox"/> Extension in time	<input type="checkbox"/> Change in project orientation
<input type="checkbox"/> Other			

**DISTRIBUTION:**

DED and COO	Director, ODL	
Chief, ODLT	Director, ODX	Chief, RMBB
Chief, RMBP, ODXR, ODXP	Regional Director	Director, ERD
Country Director	Programme Officer, RMBP	RB Programme Advisor
OD Registry	Programming Assistant, RMBP	RB Programme Assistant
Director, ODI ( <i>ICT operations only</i> )	Liaison Officer, OD @	

**NATURE OF REVISION:**

Extension in time: 4 months form 1<sup>st</sup> September to 31<sup>st</sup> December 2010.  
DSC increase: US\$ 131,113  
ISC increase: US\$ 9,178

The Special Operation will be ending in August 2010. The CO would like to request an extension in time with additional DSC requirements of USD131, 113 to the end of December 2010

The original SO was designed to assist one specific ministry (Ministry of Social Solidarity) in logistics capacity building, including staffing, systems, procedures, knowledge and infrastructure. Furthermore, rural access roads to schools and health centers would be assessed on transport feasibility in support of the PRRO.

It became apparent in 2009 that a BR was needed (BR1) since the logistics assistance would have to cover more ministries. Also, core WFP programmes such as the SMP needed to be handed over to the government, and the SO would lead the capacity building of the Ministry of education in terms of planning, storage and distribution to achieve this. The first BR concentrated on assessing the current logistics capacities of key partner-ministries of WFP in the areas of human capacity, systems, procedures, infrastructure and inter-ministerial links.

The current BR aims to achieve an extension in time to allow the capacity building to merge individual logistics components within the ministries into a coherent logistics operation. The below table presents key achievements in terms of individual components, area where more time is needed to achieve a streamlined logistics operation within the various ministries and government as a whole.

Table 1 - Key Achievements			
OUTPUT	PLANNED	ACTUAL	%
Priority locations for construction of Bailey Bridges identified	7	7	100%
Rehabilitation of MSS stores supervised and equipped with storage tools	3	3	100%
Maintenance of GoTL stores (used currently by WFP)	2	2	100%
Available data on storage condition of schools compiled (1010 schools)	1010	997	97%
Available data on storage condition of health facilities compiled	149	60	41%
Design and project cost for health facility stores			
Preliminary Design of the Store-rooms	55	55	100%
Detail Site plan (per store to be constructed)	55	0	0%
Supervising Construction	55	0	0%
Design of logistics unit including staffing and activities within MoE			
Preliminary design of the Unit	1	1	100%
Operational Procedures	1	0	0%
Staffing Requirements and New Organization	1	0	0%
Training: Hands-on SOP (storage, transport, commodity tracking)	1	0	0%
Design of logistics unit including staffing and activities within MTCI			
Preliminary Design of Logistics System	1	1	100%
Operational Procedures	1	0	25%
Staffing Requirements and New Organization	1	0	50%
Training: Hands-on SOP (storage, transport, commodity tracking)	1	0	25%
Design of logistics unit including staffing and activities within MSS			
Preliminary Design of Logistics System	1	1	100%
Operational Procedures	1	0	25%
Staffing Requirements and New Organization	1	1	100%
Training: Hands-on SOP (storage, transport, commodity tracking)	1	1	50%
WFP Storage Management Handbook printed	1300	1300	100%
Commodity Management Training	1300	980	75%
Commodity accounting and reporting	1300	0	0%
Country-wide survey of government owned and/or operated warehouse facilities	28	28	100%

**JUSTIFICATION FOR THE REVISION:**

This budget revision is required in order to enable WFP to continue to assist the GoTL in building its logistics capacity and emergency preparedness as well as to streamline individual logistics components and activities within the broader inter-ministerial platform recently established in Timor.

More time is required to complete the transfer of logistics knowledge and expertise to the GoTL and thus consolidate the progress made thus far in the capacity building programme. Under this revision, additional DSC budget is needed to cater only for the staffing requirements corresponding to the increased duration of the project.

Continuing assistance will highly be needed. It is therefore proposed by the CO that beyond 31 December 2010 the Logistics Assistance to the Government of Timor-Leste will be included as a Technical Assistance within the new WFP Timor-Leste Country Office Programme.

**In the light of the above, this budget revision for the extension of the project in time until 31<sup>st</sup> December 2010 at an additional cost of US\$ 140,291.26 is recommended for approval by the Regional Director OD Bangkok.**