

**PROJECT REVISION FOR THE APPROVAL OF:****➤ Deputy Executive Director and COO - Operations Department**

	<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>				
Regional Director,	.....	.....	.....	.....
Programme Officer, RMBP	.....	.....	.....	.....
Chief, RMBP	.....	.....	.....	.....
Chief, ODLT (change in LTSH and/or External Transport)	.....	.....	.....	.....
Director and Deputy CFO, RMB	.....	.....	.....	.....
Director, ODX	.....	.....	.....	.....
<b><u>APPROVAL</u></b>				
Deputy Executive Director and COO - OD	.....	.....	.....	.....

**PROJECT EMOP-PKCO-108280 "Asst IDPs and Conflict Affected"**

	<b>Previous Budget</b>	<b>Revision</b>	<b>New Budget</b>
Food cost <sup>ii</sup>	US\$ 286,682,163	US\$	US\$ 286,682,163
External transport <sup>iii</sup>	US\$ 39,712,780	US\$	US\$ 39,712,780
LTSH <sup>iv</sup>	US\$ 64,141,611	US\$- 4,021,304	US\$ 60,120,307
ODOC <sup>v</sup>	US\$ 37,495,823	US\$	US\$ 37,495,823
DSC <sup>vi</sup>	US\$ 37,745,245	US\$	US\$ 37,745,245
ISC (7%) <sup>vii</sup>	US\$ 32,604,433	US\$ - 281,491	US\$ 32,322,942
<b>Total WFP cost (US\$)</b>	<b>US\$ 498,382,055</b>	<b>US\$- 4,302,795</b>	<b>US\$ 494,079,260</b>

**TYPE OF REVISION**

- Additional commodity       Additional DSC       Additional ODOC       Additional LTSH  
 Additional external transport       Other       Re-orientation       Extension or Reduction in time

**DISTRIBUTION:**

Chief, ODLT  
Country Director  
OD Registry  
ERD

DED & COO  
Chief, ODXP & RMBP & ODXR  
Programme Officer, RMBP  
Programming Assistant, RMBP  
RMB

Regional Director  
RB Programme Advisor  
RB Programme Assistant  
RB Chrono  
Liaison Officer, OD @

## NATURE OF THE INCREASE

1. Project LTSH Matrix was due to a revision. There is decrease in land transport, storage and handling, by USD 4,021,304. The total decrease in the project budget including ISC is USD 4,302,795.

## JUSTIFICATION FOR EXTENSION-IN-TIME AND/OR BUDGET INCREASE

### Purpose of extension and/or budget increase / decrease

The decrease in LTSH rate per MT from USD 107.81 to USD 77.51 is mainly due to the following reasons;

- At the start of the operation, it was planned to establish 80 logistics hubs to fully cover the movement of IDPs (Internally displaced people). However in 2009, the IPDs did not move to all locations so only 40 hubs were established. The decrease in the number of EDPs from 80 to 40 results in the reduction of transportation, storage and handling costs.
- The security situation has deteriorated in some areas and is still volatile in the tribal and adjacent areas which will affect the distributions. Hence there will be a reduction on distribution costs as not all planned distributions in 2010 are expected to take place within the remaining period of the project.

## FOOD REQUIREMENTS

N.A

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<sup>i</sup> If a regional project, please specify the countries concerned

<sup>ii</sup> Food cost can comprise both commodities and cash/voucher transfers.

<sup>iii</sup> The first leg of transport for commodities: from the donor country to the recipient country port, or in cases of regional commodity purchases, from the place of purchase to the recipient country.

<sup>iv</sup> Landside, Transport, Storage and Handling - LTSH comprises the actions required to (a) care for and (b) physically deliver the commodities from the completion of external transport through to final distribution.

<sup>v</sup> Other Direct Operational Costs - ODOC include deliverable goods (non-food items), services and training to beneficiaries and/or to implementing partners.

<sup>vi</sup> Direct Support Costs - DSC are those costs which are incurred directly in support of projects by a WFP Country Office.

<sup>vii</sup> Indirect Support Costs - ISC is a fixed rate resourced from all donor contributions, which is used to cover (non-project) corporate overhead costs, i.e. PSA.