

**GHANA PRRO 200046**  
**B/R No.: 2**

19/04/2012

**BUDGET REVISION 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>				
Project Budget & Programming Officer, RMBP	.....	.....	.....	.....
Chief, RMBP	.....	.....	.....	.....
Chief, ODLT (change in LTSH and/or External Transport)	.....	.....	.....	.....
<b><u>APPROVAL</u></b>				
<input checked="" type="checkbox"/> Regional Director	.....	.....	.....	.....

**PROJECT:** Assistance to Food-Insecure People Vulnerable to Droughts/Flood and High Food Prices

**Start date:** 1 January 2010 **End date:** 30 June 2012 **Extension/Reduction period:** 1 July 2012 **New end date:** 30 September 2012

	<b>Previous Budget</b>	<b>Revision</b>	<b>New Budget</b>
Food cost	US\$ 16,988,494	US\$ 991,920	US\$ 17,980,415
External transport	US\$ 1,665,967	US\$ 113,243	US\$ 1,779,209
LTSH	US\$ 5,262,366	US\$ 216,514	US\$ 5,478,880
ODOC	US\$ 768,634	US\$ 12,002	US\$ 780,636
DSC	US\$ 3,905,618	US\$ 408,805	US\$ 4,314,423
ISC (7%)	US\$ 2,001,375	US\$ 121,974	US\$ 2,123,349
<b>Total WFP cost (US\$)</b>	<b>US\$ 30,592,454</b>	<b>US\$ 1,864,457</b>	<b>US\$ 32,456,911</b>

**TYPE OF REVISION**

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

**NATURE OF THE EXTENSION**

- The Ghana Country Office requests a three month extension-in-time of the current PRRO 200046 until 30 September 2012, in order to complete food distribution and reporting of the Food for Assets (FFA) activities currently being implemented in collaboration with the district assemblies, decentralized bodies of the Ministry of Food and Agriculture, and local NGOs in northern Ghana. Funds to cover associated costs for this extension in time are available. While

additional tonnage is indicated in order to align with WFP budgeting methodology, however no additional commodities are actually required.

2. Specifically, this budget revision (BR02) will:
  - Extend the duration of the PRRO by three months from 01 July to 30 September 2012;
  - Provide additional associated costs of US\$ 637,321 which include direct support costs (DSC), other direct operational costs (ODOC) and landside transport shipping and handling (LTSH) for the extended period.
  - Provide indirect support costs (ISC) of US\$ 121,974.

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## **JUSTIFICATION FOR EXTENSION-IN-TIME**

### **Summary of Existing Project Activities**

3. PRRO 200046 began in January 2010 in response to a persistent pattern of floods and droughts. A total of 423,250 food-insecure beneficiaries were targeted through relief and recovery activities. These included assistance to smallholder farmers and communities through (FFA); food-for-training (FFT) activities for the most food-insecure groups at the highest risk of acute hunger; targeted food assistance to drought- and flood-affected households; and targeted supplementary feeding for malnourished children under 5, pregnant and lactating women, and people living with HIV (PLHIV) on anti-retroviral treatment (ART) and their family members.
4. The first Budget Revision (BR01) to the PRRO was approved by the Executive Director on 4 August 2011 to extend the operation from December 30 2011 until 30 June 2012. BR01 allowed for a continuation of all interventions under the PRRO with the exception of the food and nutrition support to PLHIV and families, which have been moved to the Country Programme (CP) 200247 as of January 2012.
5. Implementation of the FFA component of the PRRO experienced initial operational difficulties with respect to finding the right technical expertise for implementation. However, following renewed efforts and commitment on the part of the Government to ensure full implementation of FFA activities in late December 2011 and early 2012, a total of 30 sub-projects aimed at rehabilitation (e.g. dam rehabilitation and reforestation) were approved, which would benefit 269,000 people with 12,800 metric tons of food.
6. FFA activities are currently implemented by District Assemblies, the Ministry of Food and Agriculture, the Water Commission, and the Forestry Commission with endorsement from the Environment Protection Agency at the district level. These government institutions have already signed an MoU with WFP for the implementation of FFA under the Country Programme.

### **Conclusion and recommendation of the re-assessment**

7. The districts and communities<sup>1</sup> which stand to benefit from this extension-in-time are those new to WFP's rehabilitation activities via FFA, causing a delay in identifying partners, fixing work norms, and targeting beneficiaries. In the formulation stages, it was envisaged that most of the FFA activities could be completed by 30 June 2012; however it has become evident that some of the activities will not be completed before the PRRO end date of 30 June 2012.
8. In addition to the aforementioned delays, challenges with local procurement in late 2011 compelled the Country Office to opt for regional and international purchase of the necessary food commodities. The long lead time of regional and international procurement, especially in the light of the demand for emergency relief in the Sahel, indicates that distributions would not be completed before June 2012.
9. In the light of the above, it is necessary to extend the PRRO end date from 30 June 2012 to 30 September 2012 to conclude the ongoing FFA activities, including distributions and reporting. During the extension period, the Country Office will respond to flooding that might occur, through general food distribution for affected households.

### **Purpose of Extension and Budget Increase**

10. To complete assistance provided under the PRRO to affected households through general food distribution and FFA activities, this budget revision proposes to extend the PRRO by three months with no additional food requirements.

<b>TABLE 1: Beneficiaries by Activity</b>			
<b>Activity</b>	<b>Category of beneficiaries</b>	<b>Total PRRO Planned Beneficiaries</b>	<b>2012 Beneficiaries</b>
<b>General Food Distribution</b>	Flood/drought affected households	53,000	29,500
<b>Food for Work</b>	Vulnerable households	99,000	49,000
<b>Supplementary Feeding</b>	Children under 5	108,000	12,333
<b>Supplementary Feeding</b>	Pregnant/lactating women	79,000	26,250
<b>Food for Training</b>	Women	24,250	2,250
<b>HIV/AIDS</b>	People on ART, families of PLHIV	60,000	0
<b>TOTAL</b>		<b>423,250</b>	<b>119,333</b>

<sup>1</sup> Central Gonja – Sanpkala, Dawunipe, Tidrope, Yirikpani, Adupe, Kugri, Songo, Bugri, Gabiri, Gbanterago, Sakpari, Sissala East, Sakuli, Bendei, Sakai, Nwanduno, Kuri

## FOOD REQUIREMENTS

11. The size of the food rations will remain unchanged, as approved under Budget Revision 01.
12. The proposed budget revision includes additional food requirements in line with the gross budgeting methodology:

<b>TABLE 2: FOOD REQUIREMENTS BY ACTIVITY TYPE (mt)</b>			
<b>Activity</b>	<b>Present</b>	<b>Increase</b>	<b>Revised</b>
<b>General food distributions</b>	8,262	689	8,951
<b>Supplementary feeding</b>	10,257	0	10,257
<b>PLHIV on ART and families</b>	5,896	0	5,896
<b>Food for assets (FFA)</b>	13,569	1026	14,595
<b>Food for training (FFT)</b>	961	0	961
<b>TOTAL</b>	<b>38,945</b>	<b>1,715</b>	<b>40,660</b>

**DISTRIBUTION:**

DED OD  
 Deputy COO & Director, ODE  
 Chief, ODLT  
 Country Director  
 OD Registry  
 Director, ERD and COO

Director, ODX  
 Chief, RMBP  
 Chief, ODXR  
 Programme Officer, RMBP  
 Programming Assistant, RMBP

Chief, ODXP  
 Regional Director  
 RB Programme Advisor  
 RB Programme Assistant  
 RB Chrono