

**NAMIBIA PRRO 200061**

**B/R No.: 05**

**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 type="checkbox"/> Regional Director	.....	.....	.....	.....

<b>PROJECT</b>			
<b>Start date:</b> 01 Jan 2010	<b>End date:</b> 31 Dec 2012	<b>Extension period:</b> 4 months	<b>New end date:</b> 30 Apr 2013
	<b>Previous Budget</b>	<b>Revision</b>	<b>New Budget</b>
Food cost <sup>1</sup>	US\$ 2 440 112	US\$ 75 291	US\$ 2 515 403
External transport <sup>2</sup>	US\$ 108 439	US\$	US\$ 108 439
LTSH <sup>3</sup>	US\$ 287 721	US\$ 12 739	US\$ 300 460
ODOC <sup>4</sup>	US\$ 40 578	US\$	US\$ 40 578
DSC <sup>5</sup>	US\$ 352 710	US\$ 39 262	US\$ 391 972
ISC (7%) <sup>6</sup>	US\$ 226 070	US\$ 8 910	US\$ 234 980
<b>Total WFP cost (US\$)</b>	<b>US\$ 3 455 630</b>	<b>US\$ 136 202</b>	<b>US\$ 3 591 832</b>

All figures rounded to the nearest dollar.

<b><u>TYPE OF REVISION</u></b>			
<input checked="" type="checkbox"/> Additional commodity	<input checked="" type="checkbox"/> Additional DSC	<input type="checkbox"/> Additional ODOC	<input checked="" type="checkbox"/> Additional LTSH
<input type="checkbox"/> Additional external transport	<input checked="" type="checkbox"/> Extension in time	<input type="checkbox"/> Other	

<sup>1</sup> Food cost can comprise both commodities and cash/voucher transfers.

<sup>2</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>3</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>4</sup> Other Direct Operational Costs - ODOC include deliverable goods (non-food items), services and training to beneficiaries and/or to implementing partners.

<sup>5</sup> Direct Support Costs - DSC are those costs which are incurred directly in support of projects by a WFP Country Office.

<sup>6</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.

## **NATURE OF THE REVISION**

1. This fifth budget revision to Namibia's Protracted Relief and Recovery Operation (PRRO 200061) is required to extend in time the operation by four additional months beyond the current end date of 31 December 2012, in order to finalize the distribution of the remaining food commodities still available under this project
2. This budget revision will increase the budget plan by an additional US\$ 136,202 and reflects the following requirements:
  - Increased food commodity requirements by US\$ 75,291;
  - Increased landside transport, storage and handling (LTSH) by US\$ 12,739;
  - Increased direct support costs (DSC) by US\$ 39,262; and
  - Increased indirect support costs (ISC) by US\$ 8,910.

## **JUSTIFICATION FOR BUDGET REVISION**

### **Summary of existing project activities**

3. Since 2000, WFP has provided food assistance to Angolan refugees and asylum seekers at Osire Refugee Settlement and, more recently, to those seeking refugee status due to insecurity in the Great Lakes region. WFP food assistance to refugees is an integral part of the United Nations Assistance Development Framework for Namibia and contributes towards the achievement of MDGs 1 and 4. Apart from the issuance of General Food Rations to meet their basic food needs, additional assistance in the form of Supplementary Feeding has also been provided to a relatively small number of malnourished and chronically ill children aimed at improving their nutritional status.
4. In May/June 2012, UNHCR and the Government of Namibia implemented a 'Cessation Clause' for Angolan refugees, which brought the 'refugee' status of the concerned camp population to an end. UNHCR subsequently organized a voluntary repatriation exercise that oversaw the repatriation of over 2,700 Angolan refugees. As a consequence, the total number of refugees and asylum seekers supported with WFP food assistance fell below the critical ceiling of 5,000. As such, and consistent with the global WFP/UNHCR Memorandum of Understanding, WFP began steps to handover to UNHCR responsibility for food assistance. This arrangement was formally addressed under the WFP/UNHCR Country Level Agreement which set a handover date of 31 December 2012.

### **Purpose of budget revision**

5. WFP Namibia anticipates that there will be a balance of 235 mt of food commodities on 31 December 2012. These food commodities are intended for refugee feeding, representing enough for roughly four months supply.
6. To date, UNHCR has not yet fully established a system for resourcing food for distribution to the residual refugee caseload after WFP planned withdrawal at the end of December 2012. In order to avoid a break in the food commodities supplied to the former refugees, and in light of available residual food stocks for which WFP has no other use for in Namibia, WFP has

selected to process an extension in time of the PRRO to allow the distribution of existing food stocks. The food will cover needs for a period of roughly four months (January through April 2013), and be carried out under the existing distribution mechanisms. This extension in time will give UNHCR the additional time they need to put in place a system for taking over food procurement and delivery responsibilities.

7. The number of beneficiaries for this four month period will be 2,500. There will be no change in ration sizes or distribution modalities.

<b>TABLE 1. BENEFICIARIES BY ACTIVITY TYPE</b>			
	<b>Beneficiaries</b>		
<b>Activity</b>	<b>Present</b>	<b>Decrease</b>	<b>Revised</b>
Refugees	6,000	3,500	2,500
<b>Total</b>	<b>6,000</b>	<b>3,500</b>	<b>2,500</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  
 Liaison Officer, ODJoburg

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