

Pakistanⁱ SO-200181
Logistics Cluster Coordination to Support the Humanitarian Community and Enhancement Emergency Preparedness and Response Capacity

B/R No.: 4

➤ BUDGET REVISION FOR SOs FOR THE APPROVAL OF THE DED & COO

	<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>				
Regional Director,
Project Budget & Programming Officer, RMBP
Chief, RMBP
Chief, ODLT
Director, ODL
Director and Deputy CFO, RMB
Director, ODI (<i>ICT operations only</i>)
<u>APPROVAL</u>				
Deputy Executive Director and COO, OD

PROJECT SO-PKCO-200181			
	Previous Budget	Revision	New Budget
ODOC (US\$)	70,158,005	173,720	70,331,725
DSC (US\$)	7,577,507	404,117	7,981,624
ISC (US\$)	5,441,486	40,449	5,481,935
Total WFP cost (US\$)	83,176,998	618,286	83,795,284
<u>TYPE OF REVISION</u>			
<input checked="" type="checkbox"/> Additional DSC	<input checked="" type="checkbox"/> Additional ODOC	<input checked="" type="checkbox"/> Extension in time	<input type="checkbox"/> Other

DISTRIBUTION:

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

NATURE OF REVISION:

1. An extension in time of 12 months (until June 2014) is required to enable WFP Pakistan to complete the construction of four humanitarian depots on behalf of the government of Pakistan helping to augment their logistics capacities to complement the National Disaster Management Framework and Strategy. No additional resources are required as there are sufficient funds already available. There are several contributions already committed against this project with TOD / TDD aligned with the project's duration.

JUSTIFICATION FOR EXTENTION-IN-TIME AND BUDGET INCREASE

Background

2. Following 2010's monsoon rains in Pakistan the World Food Programme (WFP) launched the Special Operation 200181 to support the humanitarian relief effort through Logistics Cluster, UNHAS and ETC Cluster activities. The Special Operation was originally designed for a period of three months at a total estimated cost of US\$ 13,454,607.
3. The first budget revision (BR1) was approved on September 14, 2010, extending the project until the end of January 2011.
4. On the 11th of January 2011 a second budget revision was approved extending the project until the 31st of July 2011 and increasing the scope of the project to include the construction of three humanitarian response depots for the government of Pakistan.
5. In addition to the original three emergency humanitarian response depots in the three most flood-affected provinces of Sindh, Punjab and KPK, the government of Pakistan requested WFP to expand the project to a total of nine sites in order to give better operational control by the provincial disaster management authorities, and to provide a nationwide geographical coverage. Consequently, on 16th **August 2011**, budget revision three (BR3) was approved for a total of \$83,176,998, increasing the total budget by **\$18,238,481** to cater for the expansion of the strategic warehouses construction project and extending the project until June 2013.

Achievements to date:

6. **Strategic Warehouses:** Due to difficulty in securing land, the project implementation has been significantly delayed. Nevertheless, in close coordination with the humanitarian community and national and disaster management authorities, the government has identified seven out of nine sites and a Memorandum of Understanding has been signed between the National Disaster Management Authority (NDMA) and WFP, on 23rd February 2012 for the construction of the strategic warehouses.
7. To date, the government has not been successful in allocating suitable plots for the all the sites and some of the remaining sites are still to be confirmed with the presentation of full land title documentation, therefore this budget revision focuses on the construction in four sites, divided into three phases:

Phase 1 – Muzaffargarh (Southern Punjab) & Quetta (Balochistan): Construction began, in April 2013, using a local contractor with completion expected by December 2013.

Phase 2 – Lahore (Northern Punjab): The design phase has been completed with construction to begin in July 2013. The facility is expected to be finished by February 2014.

Phase 3 – Peshawar (KPK, northern FATA): The government has completed the purchase of the land for the construction of this strategic warehouse and the surveys have commenced in June 2013. The design and tender process is to start in July, followed by a construction period of 8 months allowing for the site to be completed within the time frame of this BR.

Purpose for the extension in Time

8. **Strategic warehouses:** The strategic warehouse project has been a joint endeavour of WFP and the government of Pakistan, whereby WFP would undertake the design and construction of the warehouses, while the government would allocate land and prioritise the actual location of each site. The project was severely delayed due to difficulty in securing land from provincial authorities by the government of Pakistan. To date, construction has begun in two sites, and preparatory work has been completed in an additional two sites.

Implementation Details

9. **Construction of Humanitarian depots.** Implementation of the project will be done in three phases with a final completion date expected in June 2014. Overall management of the project will be carried out by WFP Pakistan, while design and construction companies will be chosen from the local market using WFP's competitive tendering process. In addition, a comprehensive memorandum of understanding (MOU) between WFP and the government of Pakistan, outlining the proper use of the facilities, and the responsibility of provincial authorities to provide land free of cost and cover the running costs of the depots has been signed and agreements are in negotiation with each provincial government for their signatures. These agreements also guarantee access by the humanitarian community to these facilities. As part of the final phase of the project, WFP will conduct training for storekeepers and PDMA/NDMA staff for the efficient management and use of the facility.
-