

BUDGET REVISION FOR THE APPROVAL OF REGIONAL DIRECTOR

	<u>Initials</u>	<u>In Date</u>	<u>Out Date</u>	<u>Reason For Delay</u>
<u>ORIGINATOR</u>				
Country Office, DPR Korea
<u>CLEARANCE</u>				
Project Budget & Programming Officer, RMBP
Chief, RMBP
Chief, ODLT (change in LTSH and/or External Transport)
<u>APPROVAL</u>				
<input type="checkbox"/> Regional Director

PROJECT

Start date: 01/04/2011

End date: 31/03/2012

Extension (no cost): One month

New end date: 30/04/2012

	Previous Budget	Revision	New Budget
Food cost ²	US\$131,584,458	US\$ 0	US\$131,584,458
External transport ³	US\$ 33,471,853	US\$ 0	US\$ 33,471,853
LTSH ⁴	US\$ 5,993,268	US\$ 0	US\$ 5,993,268
ODOC ⁵	US\$ 7,312,666	US\$ 0	US\$ 7,312,666
DSC ⁶	US\$ 17,405,672	US\$ 0	US\$ 17,405,672
ISC (7%) ⁷	US\$ 13,703,754	US\$ 0	US\$ 13,703,754
Total WFP cost (US\$)	US\$209,471,671	US\$ 0	US\$ 209,471,671

TYPE OF REVISION

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

¹ If a regional project, please specify the countries concerned

² Food cost can comprise both commodities and cash/voucher transfers.

³ 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.

⁴ 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.

⁵ Other Direct Operational Costs - ODOC include deliverable goods (non-food items), services and training to beneficiaries and/or to implementing partners.

⁶ Direct Support Costs - DSC are those costs which are incurred directly in support of projects by a WFP Country Office.

⁷ 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 INCREASE

1. This budget revision proposes to extend by one month the emergency operation (EMOP) 200266 “Emergency Food Assistance to Vulnerable Groups in the Democratic People’s Republic of Korea” with no additional costs.
2. The extension in time until 30 April 2012 will allow WFP to address the most urgent needs of the vulnerable groups in the most food insecure counties at the beginning of the lean season (hunger gap). At the same time, WFP will be able to maintain the current operating conditions.

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

Summary of existing project activities

3. WFP launched an emergency operation “Emergency Assistance to Vulnerable Groups in DPR Korea” in April 2011 with a view to support over 3.5 million vulnerable people with food assistance primarily for women and children. The objectives of the EMOP 200266 are:
 - Provide nutritional support to chronically undernourished children and women and other vulnerable groups and thereby stabilize and reduce acute malnutrition; and
 - Support the Government’s strategy to reduce hunger and undernutrition by supporting production of locally fortified food.
4. The following beneficiary groups will continue to be targeted : i) women and children through nutritional support; ii) school children; and iii) other vulnerable groups in north-eastern provinces. The overwhelming majority of the beneficiaries of this EMOP are young children and women.

Purpose of extension and/or budget increase (applicable for all projects)

5. The joint FAO/WFP Crop and Food Security Assessment Mission (CFSAM) undertaken in October 2011 recommended the provision of fortified blended food, fortified biscuits, vegetable oil, pulses, or other appropriate high protein commodities to an estimated three million vulnerable people. The CFSAM also concluded that certain household members are more vulnerable to food insecurity, including young children, pregnant and lactating women and the elderly living alone.
6. In order to ensure uninterrupted delivery of food commodities to the targeted beneficiaries, a one month extension of the EMOP 200266 is urgently required. There will be no change of the activities under this operation or of the food basket composition.

7. WFP endeavors to continue the important work in DPR Korea and will closely liaise with the Government to ensure that food assistance reaches many of the hungriest and the most vulnerable beneficiaries. The current operating conditions will be strictly enforced and access to major parts of the northeastern provinces, the most food insecure areas of the country, will be maintained.

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, OD @

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