

Malawi, Emergency Operation 200608

Budget Revision No.: 6

BUDGET REVISION FOR THE APPROVAL OF REGIONAL DIRECTOR

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

PROJECT

Start date: 1 September 2013.

End date: 31 May 2014

Extension/Reduction period: 1 month

New end date: 30 June 2014

Cost (United States dollars)

	Current Budget	Increase	Revised Budget
Food and Related Costs	US\$ 68 530 989	US\$ 247 243	US\$ 68 778 232
Cash and Vouchers and Related Costs	US\$ 14 336 435	US\$ -	US\$ 14 336 435
Capacity Development & Augmentation	US\$ 105 000	US\$ -	US\$ 105 000
DSC	US\$ 3 629 641	US\$ 12 102	US\$ 3 641 743
ISC	US\$ 6 062 145	US\$ 18 154	US\$ 6 080 299
Total cost to WFP	US\$ 92 664 210	US\$ 277 499	US\$ 92 941 709

CHANGES TO:**Food Tool**

- MT
 Commodity Value
 External Transport
 LTSH
 ODOC

C&V Tool

- C&V Transfers
 C&V Related Costs

- CD&A
 DSC
 Project duration
 Other

Project Rates

- LTSH (\$/MT)
 ODOC (\$/MT)
 C&V Related (%)
 DSC (%)

DISTRIBUTION:

DED & COO

Director, OME

Director, PGG

Chief, OSLT

Chief, RMBP

Country Director

Director, OSZ

Chief, OSZP

Chief, OSZA

Chief, OSZI

Programme Officer, RMBP

Programming Assistant, RMBP

Regional Director

RB Programme Advisor

RB Programme Assistant

RB Chrono

OM Registry

Liaison Officer, OM @

NATURE OF THE REVISION

1. Budget revision 6 to Malawi Emergency Operation (EMOP) 200608 “Targeted Relief Food Assistance to Vulnerable Populations Affected by Natural Disasters” is intended to extend in time the project duration by one additional month from 31 May to 30 June 2014 to cater for food needs for 12,100 victims of recent floods, and prepare contingency plans for potential post-election violence and displacements for 30,000 people.
2. The budget revision includes i) revised commodity value, ii) revised landside transport, storage and handling (LTSH) value, iii) revised Direct Support Cost (DSC) and iv) revised ISC. This budget revision will increase the overall budget plan from US\$ 92.7 million to US\$ 92.9.
3. The total cost increase of this revision amounts to US\$ 0.28 million and reflects the following requirements:
 - Increased number of beneficiaries by 42,100 people (12,100 floods affected people and 30,000 people anticipated to be internally displaced by the post-election violence);
 - Increased food requirements by 483 MT, valued at US\$ 0.21 million
 - Increased associated costs by US\$ 51,909, consisting of landside transport, storage and handling (LTSH), other direct operational costs (ODOC) and direct support costs (DSC); and
 - Increased indirect support costs (ISC) by US\$ 18,154.

JUSTIFICATION FOR THE REVISION

Summary of existing project activities

4. EMOP 200608 was originally approved for the period from 1 September 2013 to 31 March 2014 to support 1.93 million beneficiaries with a total budget of US\$ 92.49 million. In line with the Malawi Growth and Development Strategy (MGDS) II, United Nations Development Assistance Framework and WFP’s Strategic Objective 1 of the WFP Strategic Plan (2008-2013), the objective of this emergency operation is to meet the immediate food needs and protect livelihoods of the victims of natural disasters and economic shocks. This will be achieved through the implementation of food and cash transfers targeting the affected populations guided by the annual assessment findings and recommendations of the Malawi Vulnerability Assessment Committee (MVAC) and emergency food security assessment (EFSA), including a market assessment that guided the geographical targeting of cash transfers.
5. This operation has undergone 5 budget revisions to align the original project budget requirement with the revised needs and increased geographical spread, as well as to adjust costs related to LTSH and ODOC. The fifth budget revision was approved to extend the operation up through 31 May to meet continued food needs due to delayed harvests in some areas.

Conclusion and recommendation of the re-assessment

6. In 2014 increased rainfall has led to heavy flooding in some areas, destroying crop fields and houses, and displacing thousands of people. According to an inter-agency assessment

conducted in April 2014, 12,100 flood victims in the northern region of Karonga district are in need of assistance.

7. At the same time, the May 20 tri-partite elections are being hotly contested by 4 major political parties – all of which have ruled the country at one time. While these elections are largely predicted to be peaceful, the Malawi Red Cross Society has identified potential 9 “hot spot” districts where post-election violence is possible. According to WFP Vulnerability Assessment and Mapping (VAM) analysis, an estimated 30,000 people could be displaced causing them to lose key assets, including food or crops, and could cause them to reduce access to other livelihood opportunities, as well as undermine recovery and resilience building plans.
8. In view of limited government capacity, WFP is likely to be requested to provide food assistance to the flood-affected victims and any potential victims of post-election violence.

Purpose of change in project duration

9. This extension will enable the CO to meet the food needs of the targeted beneficiaries for the month of June 2014 for 12,100 vulnerable people affected by floods, and the 30,000 people anticipated to be internally displaced by the post-election violence.
10. Beneficiary targeting will be based on a set of economic and social indicators and will follow the joint emergency food assistance programme (JEFAP) guidelines.¹ Targeting for the flood victims will be guided by the recommendations from an inter-agency assessment led by the Department of Disaster Management Affairs. A similar inter-agency assessment is expected in the event of post-election violence that will guide targeting of the affected population. Table 1 provides an outline of beneficiary figures.

TABLE 1: BENEFICIARIES BY ACTIVITY

Activity	Category of beneficiaries	Current			Increase / Decrease*			Revised		
		Boys / Men	Girls / Women	Total	Boys / Men	Girls / Women	Total	Boys / Men	Girls / Women	Total
TFD	Dry spells	837 775	871 969	1 709 744				837 775	871 969	1 709 744
TFD	Floods				5 929	6 171	12 100	5 929	6 171	12 100
TFD	Internally Displaced Persons				14 700	15 300	30 000	14 700	15 300	30 000
Cash transfers	Dry spells	75 552	78 635	154 187				75 552	78 635	154 187
TOTAL		913 326	950 605	1 863 931	20 629	21 471	42 100	933 955	972 076	1 906 031

TABLE 2: REVISED DAILY FOOD RATION/TRANSFER BY ACTIVITY (g/person/day)			
	Targeted in-kind food transfers	Targeted cash transfers	Household ration for children 6-23 months and P/LW
	Revised	Revised	Revised
Maize	303		
Pulses	61		
Vegetable oil	11		
Supercereal			250
Cash/voucher (US\$/person/day)		0.30	
TOTAL	375		250
Total kcal/day	1,362		1,000
% kcal from protein	12.5		18.0
% kcal from fat	15.8		13.5
Number of feeding days per year or per month (as applicable)	30	30	30

FOOD REQUIREMENTS

TABLE 3: FOOD/CASH AND VOUCHER REQUIREMENTS BY ACTIVITY				
Activity	Commodity¹ / Cash & voucher	Food requirements (mt) Cash/Voucher (US\$)		
		Current	Increase / Decrease	Revised total
TFD	Commodity	108 793	483	109 276
TFD	Cash & Voucher	14 336 435	0	14 336 435
TOTAL				

¹ Please only present overall food requirement. Do not split by commodity.