

PROJECT CLOSURE - PROTRACTED RELIEF AND RECOVERY OPERATION- YEMEN PRRO 200636

Safeguarding Lives, Improving Food Security and Nutrition, and Building Resilience

Start date: 01 July 2014 **End date:** 30 June 2016 **Reduction period:** Six months

New end date: 31 December 2015

Total revised number of beneficiaries	6,000,000		
Duration of entire project	24 Months (01 July 2014 – 30 June 2016)		
Reduction period	6 Months (01 January 2016 – 30 June 2016)		
Gender marker code	n.a		
WFP food tonnage	280,324		
Cost (United States dollars)			
	Current Budget	Decrease	Revised Budget
Food and Related Costs	345,855,375	(83,497,848)	262,357,527
Cash and Vouchers and Related Costs	74,457,429	(17,656,571)	56,800,857
Capacity Development & Augmentation	5,577,000	(848,000)	4,729,000
DSC	52,430,000	(13,883,896)	38,546,104
ISC	33,482,386	(8,112,042)	25,370,344

Total cost to WFP	511,802,190	(123,998,358)	387,803,832
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NATURE OF THE DECREASE/CLOSURE

Approved by the Executive Board to be implemented from July 2014 until June 2016, PRRO 200636 had the primary objective to:

- Maintain acceptable food security among internally displaced persons (IDPs) and returnees;
- Ensure effective treatment of acute malnutrition among children aged 6–59 months and PLW in areas most affected by global acute malnutrition; and
- Maintain the food security of vulnerable households affected by natural disasters or conflict.
- Improve food security, self-reliance and income-generating opportunities among the most food-insecure populations;
- Help to reduce acute and chronic malnutrition and address micronutrient deficiencies by enhancing the feeding of young children, maternal nutrition and micronutrient intake among school-age children;
- Increase access to education, particularly for girls;
- Enhance national capacities to address food and nutrition insecurity;

Furthermore, the PRRO was designed to improve livelihoods and enhance resilience among food-insecure communities and households. However, due to escalated conflict in Yemen leading to displacement of 2.5 million people and increased number of severely food insecure households, WFP changed strategy in food assistance and initiated an Emergency Operation in response to the unfolding critical situation. The Emergency Operation was approved from October 2015 until March 2016. This Budget Revision is therefore to close down PRRO 200636 on 31 December 2015 and to allow for resource transfer from the PRRO to the EMOP 200890.

1. Specifically, this Budget Revision will:

- Decrease the food requirements by 86,410 MT (equivalent to US\$ 57,316,704) from 1 January 2016 until 30 June 2016;
- Decrease External Transport by US\$ 2,731,344 and LTSH by US\$ 10,395,394;
- Decrease Other Direct Operating Costs (ODOC) by US\$ 13,054,406;
- Decrease Cash and voucher requirement costs by US\$ 16,657,143 for transfer value and by US\$ 999,429 for related costs;
- Decrease Direct Support Costs (DSC) by US\$ 13,883,896.
- Decrease Indirect Support Costs (ISC) by US\$ 8,112,042;

2. Overall, the Budget Revision will decrease the PRRO budget by US\$ 123,998,358.

JUSTIFICATION FOR REDUCTION-IN-TIME AND BUDGET DECREASE

Summary of Existing Project Activities

3. The existing EMOP 200890 was launched in response to the escalated armed conflict in Yemen to address the emergency food and nutrition needs of food insecure and conflict-affected populations and was planned for an initial period of six months (October 2015 – March 2016).
4. The EMOP aims to achieve WFP's Strategic Objective 1 (save lives and protect livelihoods in emergencies). In line with this, activities implemented under the EMOP include:
 - General food assistance in the locations faced with severe food insecurity and areas most affected by the crisis through direct food transfers and through Voucher Based Transfers;
 - Provision of specialized nutrition products to treat acute malnutrition in children under 5 and in pregnant and lactating women as well as to prevent malnutrition in children 6-23 months;
 - And provision of daily snacks to school children to encourage continuation of education during the crisis.

As the activities described above are most relevant during this critical time of the crisis, the PRRO 200636 activities are no longer valid in the current context in Yemen and hence will be closed on 31 December and to allow for resource transfer from the PRRO to the EMOP.

Purpose of Reduction and Budget Decrease

5. The PRRO was overtaken by events and a project closure is needed to allow resource transfer from the PRRO 200636 to the EMOP 200890.

Approved by:

Ertharin Cousin
Executive Director, WFP

Date

Drafted by: [Asaka Nyangara, Senior Programme Adviser] Yemen Country Office
Cleared by: [Purnima Kashyap, Country Director] Yemen Country Office on 23/12/2015
Reviewed by: [name] Regional Bureau
Cleared by: [name] Regional Bureau on [date]
Reviewed by: [name] Regional Bureau Support (OMO)

ANNEX I-A

PROJECT COST BREAKDOWN			
	Quantity (mt)	Value (US\$)	Value (US\$)
<i>Food Transfers</i>			
Cereals	(52,986)	(18,868,902)	
Pulses	(4,519)	(3,497,373)	
Oil and fats	(3,400)	(3,679,514)	
Mixed and blended food	(24,704)	(31,158,677)	
Others	(802)	(112,239)	
Total Food Transfers	(86,410)	(57,316,705)	
External Transport		(2,731,344)	
LTSH		(10,395,394)	
ODOC Food		(13,054,406)	
Food and Related Costs [1]			(83,497,848)
C&V Transfers		(16,657,143)	
C&V Related costs		(999,429)	
Cash and Vouchers and Related Costs			(17,656,571)
Capacity Development & Augmentation			(848,000)
<i>Direct Operational Costs</i>			(102,002,420)
Direct support costs (see Annex I-B)			(13,883,896)
Total Direct Project Costs			(115,886,316)
Indirect support costs (7.0 percent)[2]			(8,112,042)
TOTAL WFP COSTS			(123,998,358)

[1] This is a notional food basket for budgeting and approval. The contents may vary.

[2] The indirect support cost rate may be amended by the Board during the project.

ANNEX I-B

DIRECT SUPPORT REQUIREMENTS (US\$)	
WFP Staff and Staff-Related	
Professional staff *	(5,528,413)
General service staff **	(2,595,203)
Danger pay and local allowances	(1,726,038)
Subtotal	(9,849,654)
Recurring and Other	(970,425)
Capital Equipment	(642,756)
Security	(464,325)
Travel and transportation	(1,502,879)
Assessments, Evaluations and Monitoring[1]	(453,857)
TOTAL DIRECT SUPPORT COSTS	(13,883,896)

[\[1\] Reflects estimated costs when these activities are performed by third parties. If WFP Country Office staff perform these activities, the costs are included in Staff and Staff Related and Travel and Transportation.](#)

* Costs to be included in this line are under the following cost elements: International Professional Staff (P1 to D2), Local Staff - National Officer, International Consultants, Local Consultants, UNV

** Costs to be included in this line are under the following cost elements: International GS Staff, Local Staff - General Service, Local Staff - Temporary Assist. (SC, SSA, Other), Overtime