



**World Food Programme**

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## PROJECT BUDGET REVISION FOR APPROVAL BY THE CHIEF OF STAFF

5) To:	Division	Room	Approval and Date
Mr. Jim Harvey Chief of Staff	OED	6G36	
4) Through:	Division	Room	Signature and Date
Ms. Elisabeth Rasmusson Assistant Executive Director	PG	6G72	
3) Through:	Division	Room	Signature and Date
Mr. Manoj Juneja Assistant Executive Director	RM	6G00	
2) Through:	Division	Room	Signature and Date
Mr. Ramiro Lopes da Silva Assistant Executive Director	OS	6G62	
1) From:	Regional Bureau	Signature and Date	
David Kaatrud Regional Director	RBB		

### Pakistan PRRO 200867 BR No. 2

<b>Total revised number of beneficiaries</b>	7,695,500
<b>Duration of entire project</b>	36 Months (01 Jan 2016 – 31 Dec 2018)
<b>Extension / Reduction period</b>	-
<b>Gender marker code</b>	2.a
<b>WFP food tonnage</b>	-

**Start date:** 01 Jan 2016 **End date:** 31 Dec 2018 **Extension/Reduction period:** N/A **New end date:** N/A

#### Cost (United States dollars)

	<b>Current Budget</b>	<b>Increase (Decrease)</b>	<b>Revised Budget</b>
Food and Related Costs	US\$ 262,927,392	US\$ (4,760,270)	US\$ 258,167,122
Cash and Vouchers and Related Costs	US\$ 70,462,233	US\$ -	US\$ 70,462,233
Capacity Development & Augmentation	US\$ 23,891,000	US\$ -	US\$ 23,891,000
DSC	US\$ 52,825,734	US\$ -	US\$ 52,825,734
ISC	US\$ 28,707,445	US\$ (333,219)	US\$ 28,374,226
<b>Total cost to WFP</b>	<b>US\$ 438,813,804</b>	<b>US\$ (5,093,489)</b>	<b>US\$ 433,720,315</b>

#### 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 (%)

## NATURE OF THE DECREASE

1. *Landside Transport Storage & Handling costs have been decreased with reduced scale of operations which triggered this Budget revisions.*

## JUSTIFICATION FOR THE REVISION

### *Summary of existing project activities*

2. *Initially the PRRO 200867 LTSH Matrix was prepared in July 2015 based on the requirements, structure and the scale of Operations as per initial plans and the average rate of LTSH rate / MT worked out was \$ 86 / MT.*

### *Conclusion and recommendation of the re-assessment*

3. *The LTSH Matrix was reviewed in May 2016 in light of the fact that two of the main warehouses were closed in addition to an EDP, bringing the substantial decrease in per MT LTSH rate. Moreover the LTSH analysis prepared in early May 2016 showed some surplus which also needed to be adjusted. Taking into account the above changes it reveals that the actual average LTSH rate stands at \$ 61 / MT. The existing rate therefore is recommended to be adjusted.*

### *Purpose of budget decrease*

4. *LTSH rate has decreased because two of our main warehouses in Multan & Karachi and one EDP in D. I. Khan has been closed due to reduced programme activities. Moreover decrease in LTSH is also attributed to the fact of including LTSH surplus in the ongoing matrix revision as well as reduction in transport rates. This has mainly contributed to the substantial reduction of LTSH cost which lead to the current LTSH Matrix revision.*


**ANNEX I-A**

<b>PROJECT COST BREAKDOWN</b>			
	<b>Quantity (mt)</b>	<b>Value (US\$)</b>	<b>Value (US\$)</b>
<i>Food Transfers</i>			(4,760,270)
Cereals	-	-	
Pulses	-	-	
Oil and fats	-	-	
Mixed and blended food	-	-	
Others	-	-	
<b>Total Food Transfers</b>	-	-	
External Transport		-	
LTSH		(4,760,270)	
ODOC Food		-	
<b>Food and Related Costs <sup>1</sup></b>		<b>(4,760,270)</b>	<b>(4,760,270)</b>
C&V Transfers		-	
C&V Related costs		-	
<b>Cash and Vouchers and Related Costs</b>			-
<b>Capacity Development &amp; Augmentation</b>			-
<i>Direct Operational Costs</i>			(4,760,270)
Direct support costs (see Annex I-B)			-
<b>Total Direct Project Costs</b>			<b>(4,760,270)</b>
Indirect support costs (7.0 percent) <sup>2</sup>			(333,219)
<b>TOTAL WFP COSTS</b>			<b>(5,093,489)</b>

<sup>1</sup> This is a notional food basket for budgeting and approval. The contents may vary.

<sup>2</sup> The indirect support cost rate may be amended by the Board during the project.

**ANNEX I-B**

<b>DIRECT SUPPORT REQUIREMENTS (US\$)</b>	
<b>WFP Staff and Staff-Related</b>	
Professional staff <sup>*</sup>	-
General service staff <sup>**</sup>	-
Danger pay and local allowances	-
<b>Subtotal</b>	-
<b>Recurring and Other</b>	-
<b>Capital Equipment</b>	-
<b>Security</b>	-
<b>Travel and transportation</b>	-
<b>Assessments, Evaluations and Monitoring<sup>3</sup></b>	-
<b>TOTAL DIRECT SUPPORT COSTS</b>	-

\* 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

<sup>3</sup> 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.