



World Food Programme
Programme Alimentaire Mondial
Programa Mundial de Alimentos
برنامج الأغذية العالمي

Executive Board
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Report of the Executive Director on the utilization of contributions and waivers of costs (General Rules XII.4 and XIII.4 (h))

Introduction

This report provides information to the Board in accordance with General Rules XII.4 and XIII.4 (h) on: i) the use of unrestricted cash resources to purchase commodities (General Rule XII.4); ii) contributions of only commodities or services from governments of developing countries, governments of countries with economies in transition and other non-traditional donors (General Rule XIII.4 (f)); and iii) waivers of indirect support costs (ISC) for in-kind contributions to cover direct support costs (General Rule XIII.4 (g)).

Use of unrestricted cash resources to purchase commodities in developing countries (General Rule XII.4)

1. Under General Rule XII.4, the Executive Director is responsible for making the optimum use of available resources in commodities, cash and services. The Executive Director may use unrestricted cash resources to purchase commodities – as much as possible from developing countries – and shall report such purchases to the Board. This document reports on the use of unrestricted cash resources for the development programme category.
2. In 2017, USD 3.8 million of unrestricted cash was available, compared to USD 6.4 million in 2016. Of this total, USD 3.3 million, or 86 percent, was utilized to purchase food from developing countries, up from USD 2.7 million and 43 percent in 2016. The remaining USD 0.5 million, or 14 percent, was used for purchases from developed countries, compared to USD 3.6 million or 57 percent in 2016. Details are shown in Table 1.

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3. Further information on purchases of commodities from developing countries from all cash resources and under all programme categories is included in the Annual Performance Report for 2017 (WFP/EB.A/2018/4-A).

TABLE 1: USE OF UNRESTRICTED CASH RESOURCES FOR THE PURCHASE OF COMMODITIES UNDER GENERAL RULE XII.4 IN 2017 – DEVELOPMENT PROGRAMME CATEGORY (USD)		
Purchased from	Developing countries	Developed countries
Australia	-	122 217
Belgium	-	1 278
Benin	440 623	-
Bhutan	7 572	-
Burkina Faso	250 448	-
France	-	238 757
Guinea	904 184	-
India	1 494	-
Kazakhstan	75 646	-
Liberia	848 679	-
Morocco	41 153	-
Nepal	6 614	-
Nicaragua	25 641	-
Senegal	3 754	-
South Africa	44 141	-
Tajikistan	10 911	-
Ukraine	14 620	-
Uruguay	85 500	-
USA	-	155 884
Zambia	529 940	-
Total 2017	3 290 920	518 136
Grand total 2017	3 809 055	
Percentage 2017	86%	14%
Total 2016	2 717 757	3 633 126
Grand total 2016	6 350 883	
Percentage 2016	43%	57%

Contributions or services from governments of developing countries, governments of countries with economies in transition, and other non-traditional donors (General Rule XIII.4 (f))

4. Many governments of developing countries or countries with economies in transition, and other non-traditional donors support WFP operations through in-kind contributions of commodities or services under General Rule XIII.4 (f). In 2017, the value of such contributions was USD 42.2 million under twinning arrangements, down from USD 125.7 million in 2016. In-kind commodities and services were matched with USD 30 million of cash contributions from other donors, down from USD 79.4 million in 2016, and USD 0.4 million from the Emerging Donor Matching Fund (EDMF), up from USD 0.2 million in 2016. There was no ISC waived on these contributions in 2016 and 2017.

Donor	Commodity/service value	Other costs and ISC covered by	
		Other donor	EDMF*
Bangladesh	4 370 703	3 728 791	-
Cambodia	280 751	-	378 616
Ethiopia	742 359	403 866	-
ICRC	582 537	589 917	-
Kenya	6 246	2 483	-
Malawi	10 204 311	4 867 923	-
Nepal	538 800	993 744	-
Nigeria	4 622 496	2 222 769	-
Pakistan	19 581 623	15 075 509	-
South Sudan	180 000	1 068 872	-
Zambia	1 124 466	1 046 778	-
Total 2017	42 234 292	30 000 651	378 616
Total 2016	125 695 636	79 356 587	197 649

* The Emergency Donors Matching Fund provided finance for the associated costs of these contributions.

Waivers of indirect support costs for in-kind service and non-food items (General Rule XIII.4 (g))

5. WFP's 2017 operations were augmented through in-kind services and non-food items. In 2017, total contributions received for in-kind services and non-food items decreased to USD 16.1 million, compared to USD 20.9 million in 2016. The total value of waivers of ISC granted in 2017 decreased to USD 1.2 million, compared to USD 1.8 million in 2016. Table 3 provides the details by donor agency, recipient country, value and ISC waived.

TABLE 3: WAIVERS OF ISC IN RESPECT OF CONTRIBUTIONS IN-KIND TO COVER DIRECT SUPPORT COSTS UNDER GENERAL RULE X111.4 (g) IN 2017 (USD)			
Donor	Recipient country/region	Value	ISC waived
Australian Civilian Corps (ACC)	Lebanon	93 701	6 559
Canada's Civilian Reserve (CANADEM)	Central African Republic	198 210	13 875
	Ethiopia	31 570	2 210
	Ethiopia	44 838	3 139
	Haiti	12 928	905
	South Sudan	86 656	6 066
Crisis Management Centre (CMC)	Haiti	68 370	4 786
	Nepal	45 674	3 197
Danish Emergency Management Agency (DEMA)	Iraq	32 379	2 267
Danish Refugee Council (DRC)	Dakar Regional Bureau	46 963	3 287
	Haiti	9 168	642
	Johannesburg Regional Bureau	60 706	4 249
	Mozambique	67 031	4 692
	Nigeria	122 106	8 547
Ericsson Response	Haiti	47 704	3 339
	Haiti	4 914	344
	Iraq	68 420	4 789
	Madagascar	85 654	5 996
	Nigeria	92 162	6 451
German Federal Agency for Technical Relief (THW)	Headquarters Rome	166 231	11 636
Grand Duchy of Luxembourg	Haiti	46 740	3 272
	Madagascar	22 740	1 592
	Nigeria	95 000	6 650
	Madagascar	91 000	6 370
Icelandic Crisis Response Unit (ICRU)	Cairo Regional Bureau	87 764	6 143
	Lesotho	67 462	4 722
	Mozambique		
Information Management and Mine Action Programs (iMMAP)	Nigeria	56 606	3 962
Irish Aid	Bangladesh	56 903	3 983
	Ethiopia	68 675	4 807
	Ghana	87 338	6 114

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Donor	Recipient country/region	Value	ISC waived
Norwegian Directorate for Civil Protection and Emergency Planning	Syrian Arab Republic	47 438	3 321
Norwegian Refugee Council (NRC)	Bangkok Regional Bureau	11 488	804
	Cairo Regional Bureau	103 554	7 249
	Chad	193 409	13 539
	Congo	71 437	5 001
	Ethiopia	15 876	1 111
	Haiti	156 766	10 974
	Haiti	45 902	3 213
	Madagascar	123 216	8 625
	Malawi	166 172	11 632
	Nepal	108 443	7 591
	Niger	309 742	21 682
	Nigeria	120 822	8 458
	South Sudan	132 563	9 279
	Switzerland	39 054	2 734
Quintiq	Headquarters Rome	586 770	58 677
RedR Australia	Bangladesh	113 805	7 966
	Micronesia (Federated States of)	6 930	485
	Fiji	146 333	10 243
	Headquarters Rome	95 039	6 653
	Solomon Islands	21 476	1 503
	Switzerland	15 452	1 082
	Vanuatu	65 478	4 583
Renault Trucks	Headquarters Rome	23 272	2 327
Stop Hunger	Headquarters Rome	31 128	3 113
	Headquarters Rome	10 359	1 036
Swedish Civil Contingencies Agency (MSB)	Central African Republic	2 417 251	169 208
	Headquarters Rome	74 890	5 242
	Iraq	197 000	13 790
Swedish Civil Contingencies Agency (MSB)	Burundi	167 214	11 705
	Cameroon	73 178	5 122
	Ethiopia	109 408	7 659

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Donor	Recipient country/region	Value	ISC waived
	Fiji	226 918	15 884
	Iraq	246 393	17 248
	Mali	226 883	15 882
	Mozambique	38 730	2 711
	Nairobi Regional Bureau	178 776	12 514
	Nigeria	95 588	6 691
	Nigeria	113 118	7 918
	Somalia	133 688	9 358
	Sudan	128 640	9 005
	Uganda	65 574	4 590
Swiss Agency for Development and Cooperation (SDC)	Afghanistan	184 216	12 895
	Bangkok Regional Bureau	150 493	10 535
	Colombia	61 170	4 282
	Congo DR	85 121	5 958
	Haiti	225 157	15 761
	Headquarters Rome	32 308	2 262
	Jordan	275 559	19 289
	Madagascar	68 136	4 770
	Madagascar	262 435	18 370
	Myanmar	498 017	34 861
	Niger	247 518	17 326
	Pakistan	274 234	19 196
	Somalia	239 230	16 746
	Sudan	252 456	17 672
	Syrian Arab Republic	153 158	10 721
United Arab Emirates	192 704	13 489	
United Arab Emirates	Panama Regional Bureau	350 000	24 500
	Haiti	400 000	28 000
	Iraq	102 500	7 175
United Kingdom Department for International Development (DFID)	Sierra Leone	1 723 398	120 638
UPS	Headquarters Rome	156 080	15 608
	Headquarters Rome	52 816	5 282

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Donor	Recipient country/region	Value	ISC waived
USAID	Headquarters Rome	478 817	33 517
Total 2017		16 096 667	1 152 579
Total 2016		20 925 880	1 778 152