



World Food
Programme



Informal Consultation with Executive Board

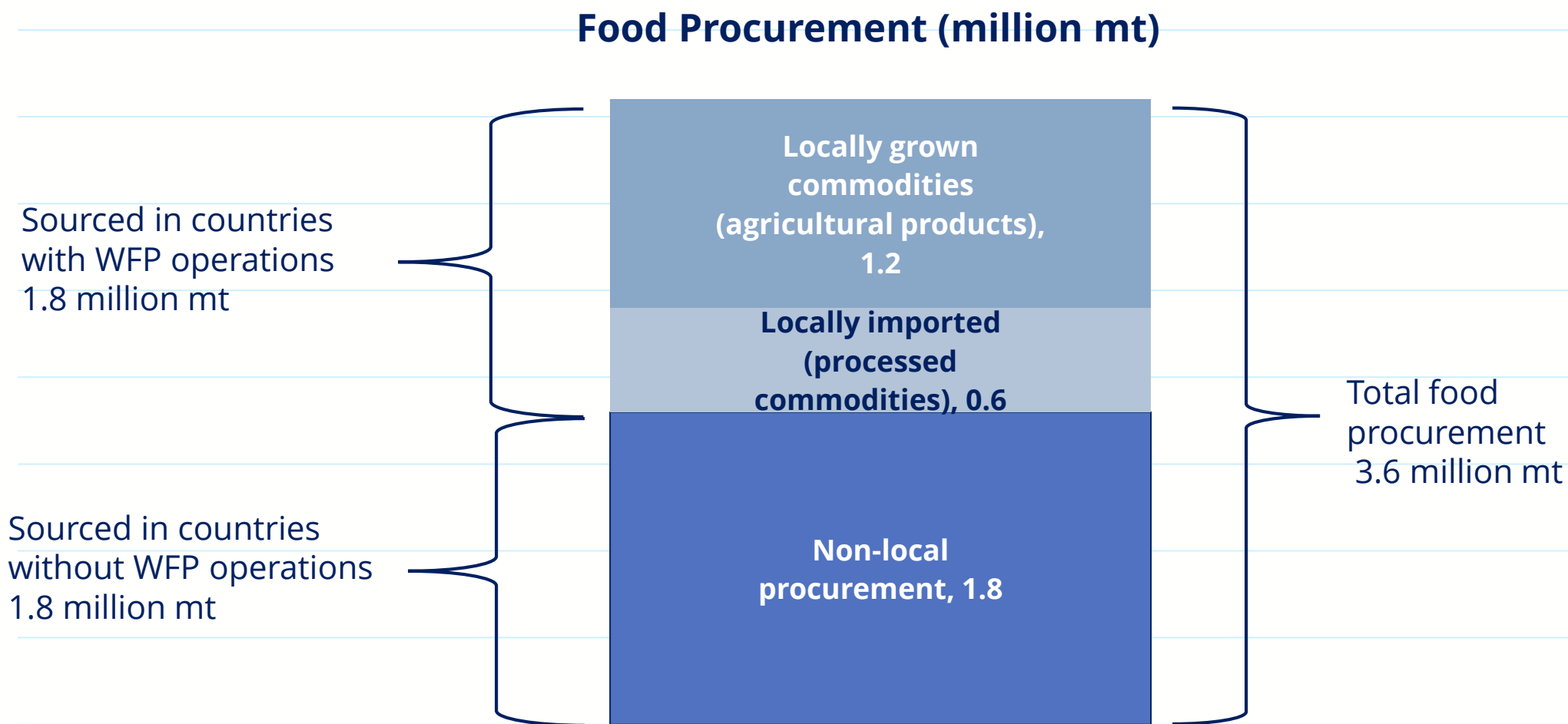
23 July 2019

SAVING
LIVES
CHANGING
LIVES

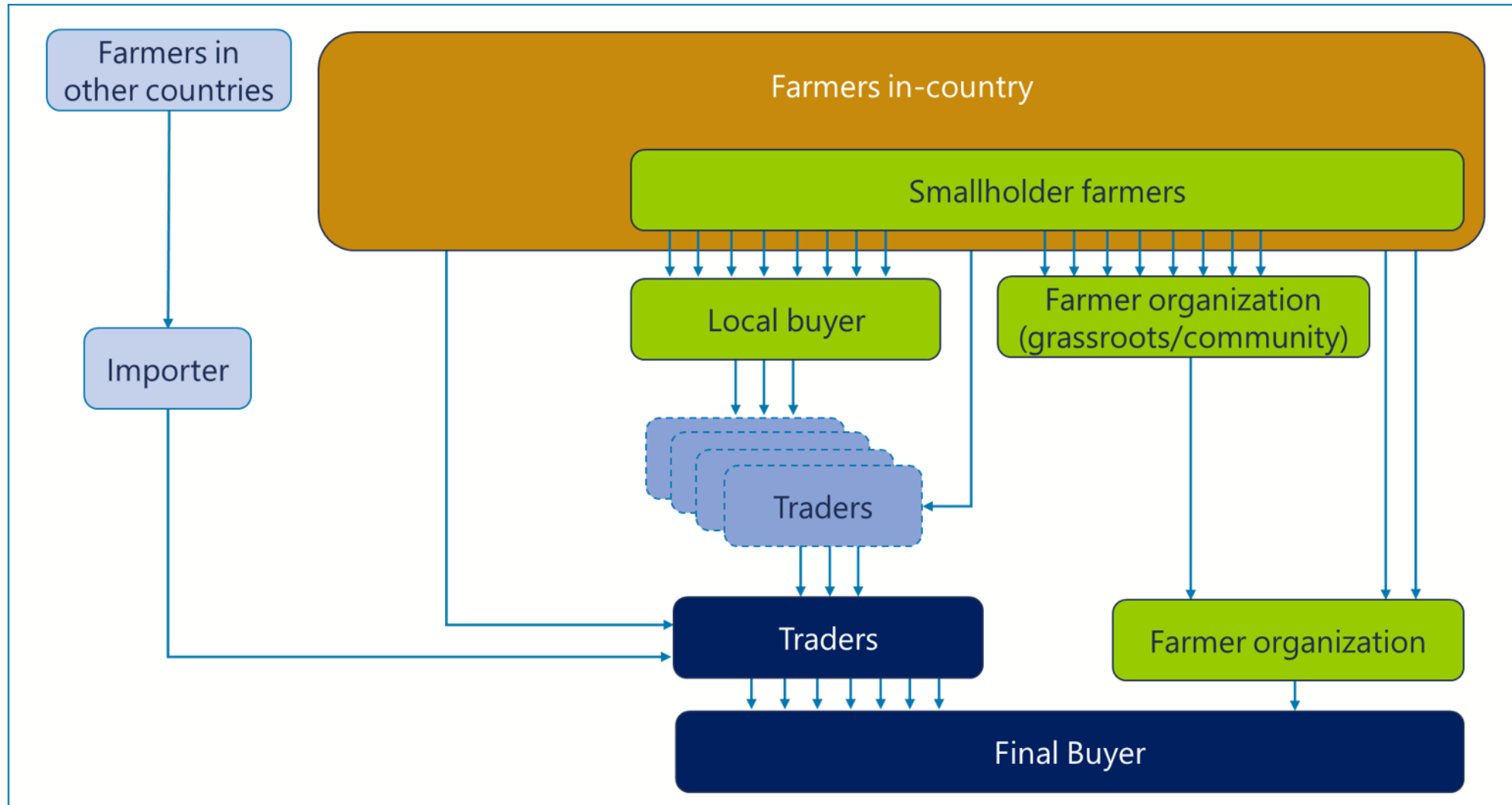
Justification for the Policy

- Request from the Executive Board Membership (June 2018).
- An opportunity to develop linkages/synergy between programmatic objectives and local food procurement.
- Global commitment to SDG 2.
- Strengthen the contribution of WFP's procurement on local economies and towards sustainable food systems.

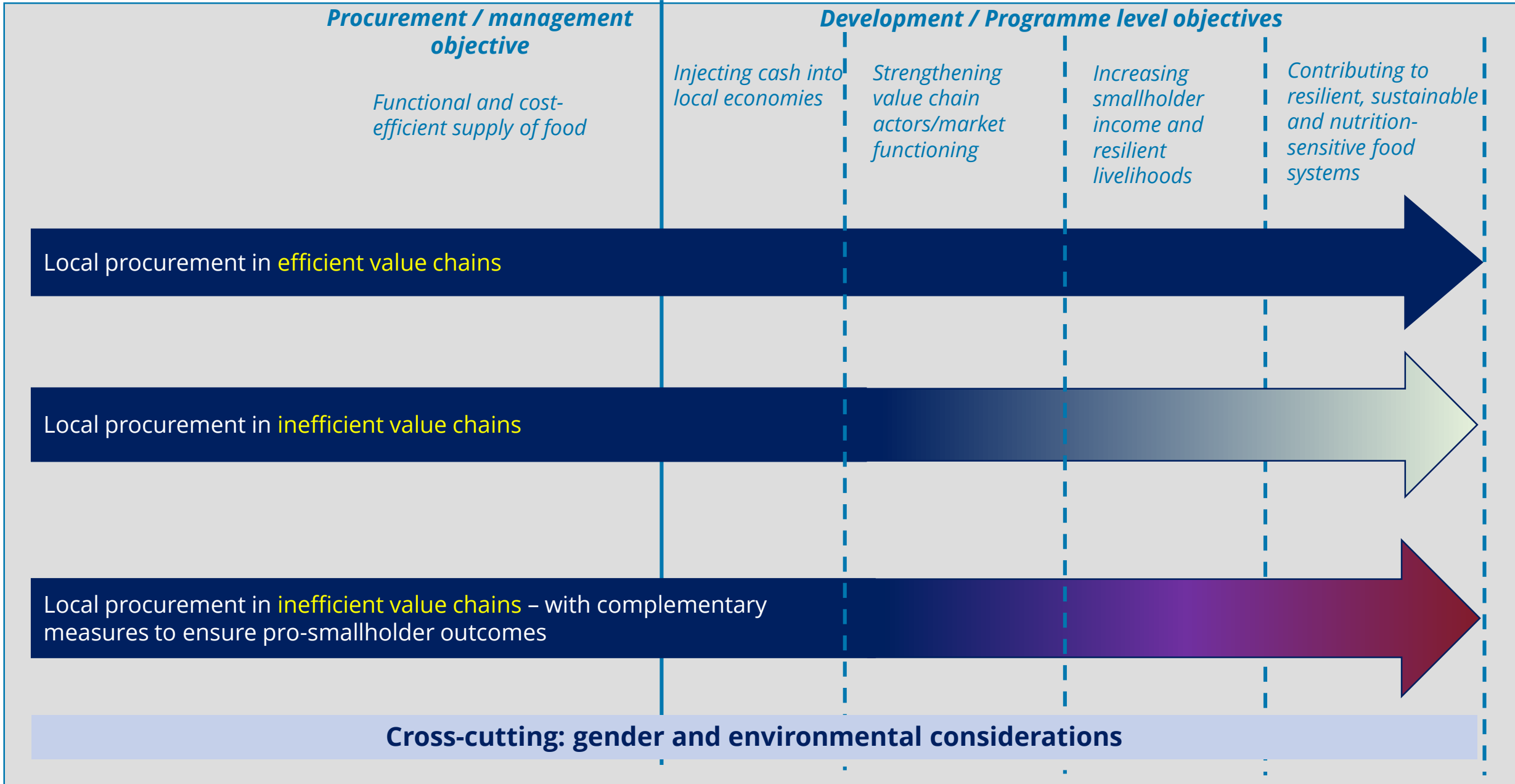
Procurement Figures for 2018



Flowchart – Typical Value Chain for Local Procurement



Towards a Value Proposition



Lessons Learned

- Building on WFP's learning with local procurement and P4P.
- Highlights from Uganda mission.
- Drawing from an emerging global consensus around the food systems approach, leveraging WFP's operations/capacities.
- The need for assessing the most effective contracting approach for smallholder farmers.
- Investments required: a robust traceability system and tailored M&E system.



Principles

- Saving lives – Changing lives, dual mandate
- Leverage procurement to support pro-SHF outcomes
- Decision parameters beyond *Import Parity* to accommodate development objectives
- Sustainability
- Fair trade
- Do no harm
- Innovation
- Context
- Partnerships

Partnerships

- Leverage ongoing activities carried out by the Rome-based agencies for knowledge sharing and the identification of smallholder farmers etc.
- Collaborate with host-governments to leverage institutional procurement and support enabling environments.
- Work with the private sector to strengthen the local players along the value chain, from cooperatives to aggregators and laboratories.
- Coordinate with NGOs on knowledge exchange, advocacy and identifying local partners.
- Knowledge-sharing with academia and research institutions (CGIAR).



Policy Implementation

- Development of new tools:
 - Value chain analysis;
 - Traceability;
 - M&E systems.
- Workforce review:
 - Develop staff and partners capacity;
 - Grow in-house expertise.
- Risk analysis:
 - Market fluctuation (e.g. inflation and seasonality);
 - Food safety and quality.



Points for Discussion

- Building consensus about value proposition and guiding principles.
- Opportunities to enhance both direct and indirect procurement from smallholder farmers.
- Import parity considerations.
- Strengthening private sector linkages.

