

WFP Management Plan (2013-2015)

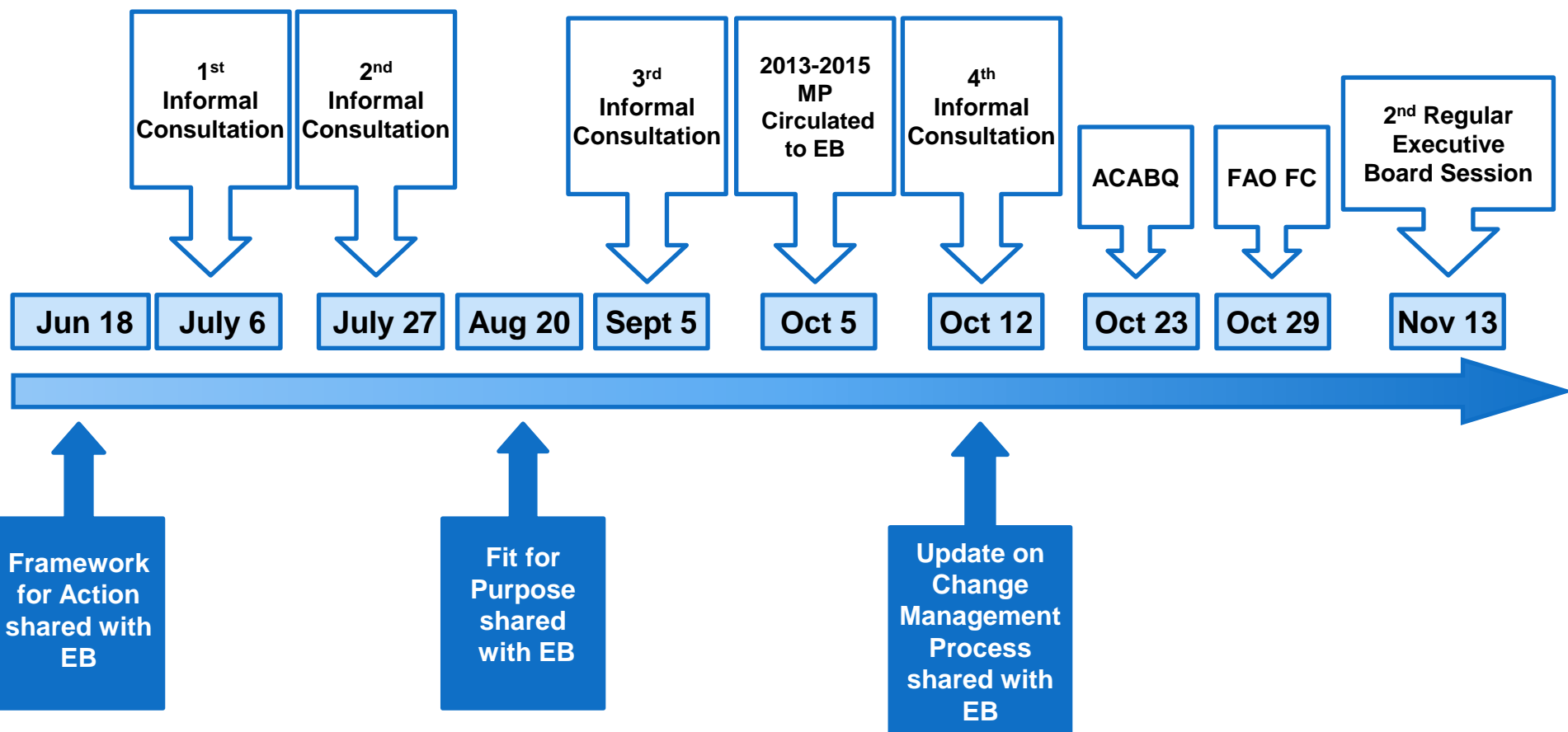
WFP/EB.2/2012/5-A/1

2nd Regular Board Session
Tuesday, 13th November 2012



World Food Programme

Development of the 2013-2015 Management Plan



2013 Projected Operational Requirements

**Draft
Decision**

ii) Takes note of the projected operational requirements of US\$4.97 billion for 2013, excluding any provision for unforeseen emergencies and including direct support costs

Strategic Objective		Total operational requirements (US\$ million)	Main activities (% of requirements)	Requirements by Project Category (US\$ million)	
Strategic Objective 1	Save lives and protect livelihoods in emergencies	2,703	General food distribution (81%)	DEV	0
			Supplementary feeding (6%)	EMOP	919
Strategic Objective 2	Prevent acute hunger and invest in disaster preparedness and mitigation measures	570	Food for work/assets (75%)	PRRO	1 649
			General food distribution (19%)	SO	135
Strategic Objective 3	Restore and rebuild lives and livelihoods in post-conflict, post-disaster or transition situations	1,010	Food for work/assets (33%)	DEV	137
			School feeding (27%)	EMOP	85
Strategic Objective 4	Reduce chronic hunger and undernutrition	590	School feeding (62%)	PRRO	342
			Mother-and-child health and nutrition (12%)	SO	6
Strategic Objective 5	Strengthen the capacities of countries to reduce hunger, including through hand-over strategies and local purchase	96	Capacity augmentation (100%)	DEV	99
				EMOP	67
TOTAL		4,969		PRRO	757
				SO	87
				DEV	556
				EMOP	0
				PRRO	35
				SO	0
				DEV	47
				EMOP	3
				PRRO	17
				SO	29
					4,969

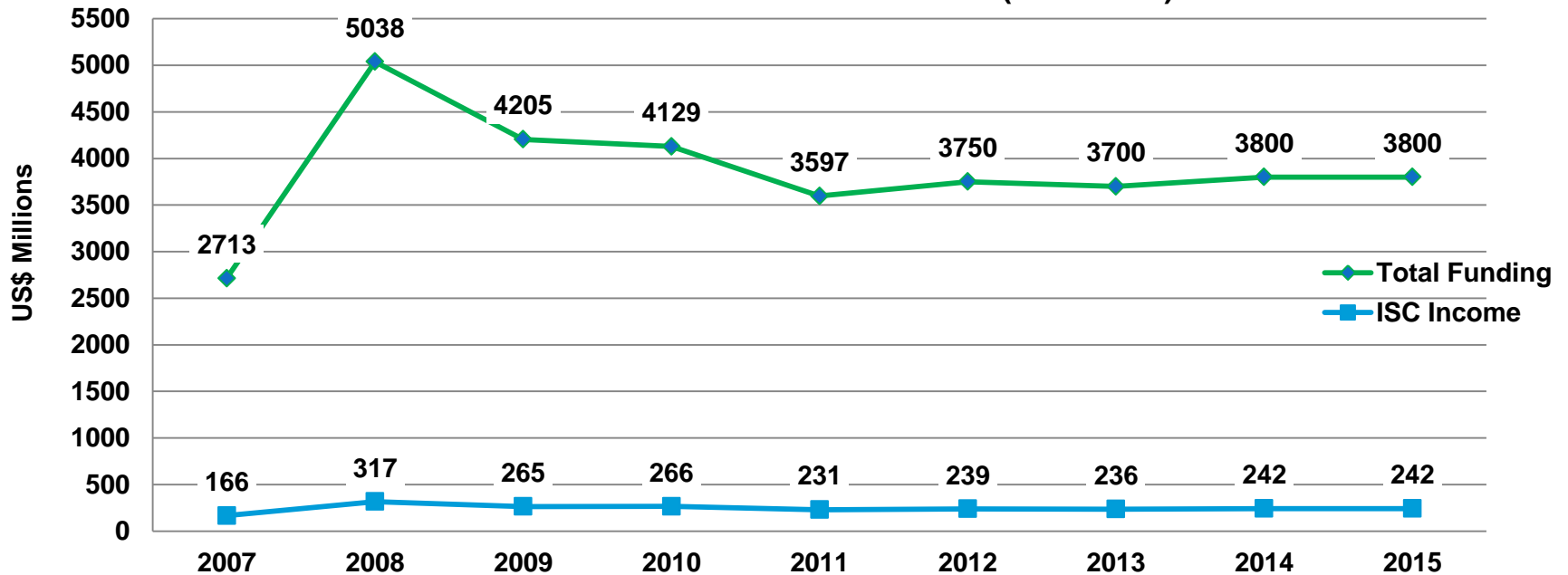
2013 Projected Resourcing

**Draft
Decisions**

iii) Takes note that the 2013 Programme and Administrative (PSA) appropriation assumes a funding level of US\$3.7 billion in 2013.

viii) Approves an indirect support cost recovery rate of 7.0 percent for the 2013

Contribution and ISC Income Trend (2007-2015)



2007-2011 Based on total contribution income as per Financial Statements
 2012 Estimated
 2013-2015 Forecast

2013 Proposed Programme and Support Administrative Budget

Draft Decision

iv) Approves a 2013 Programme Support and Administrative appropriation of US\$249.1 million, as follows:

- Programme support: regional bureaux and country offices US\$86.3 million
- Programme support: Headquarters US\$54.0 million
- Management and administration US\$108.8 million
US\$249.1 million

PSA Priority Areas

Country Offices and Regional Bureaux **16% increase**

- Enhance capacity and subsidiarity

Gender **89% increase**

- Additional support for mainstreaming gender

Performance Monitoring and Reporting **50% increase**

- Enhance capacity to measure results

Evaluation **8% increase**

- Increase evaluation coverage from PSA resources
- Project-specific evaluations from DSC

2013 Supplementary PSA Appropriation

Draft
Decision

v) **Approves** a supplementary Programme Support and Administrative appropriation of US\$20.0 million, as outlined in Section IV



- US\$20.0 million proposed to be allocated from the PSA Equalization Account
 - Ensure capacity and expertise for 15 identified workstreams
 - Ability to manage staff changes, including:
 - Termination payments specifically provided for under staff regulations and International Civil Service Commission rules
 - Additional reassignment costs associated with change process
- Breakdown of supplementary allocation and defined performance indicators will be shared with membership on a regular basis

Status of PSA Equalization Account

Projected 2013 PSA Equalization account		
	US\$M	Draft Decision
Projected opening balance	82.1	
2013 ISC Revenue	236	Draft Decision III
2013 PSA Expenditure	(249.1)	Draft Decision IV
2013 Supplementary PSA investments	(20.0)	Draft Decision V
Forecast Closing Balance	49.0	

- Combined impact of:
 - Forecast contribution level of US\$3.7 billion and ISC income of US\$236 million
 - Proposed regular PSA expenditure of US\$249.1 million
 - Proposed US\$20 million supplementary PSA investment
- Results in a projected closing balance of US\$49.0 million

Use of Interest Income



**Draft
Decisions**

vi) Approves expenditures of up to US\$10 million funded from the General Fund for the United Nations Department of Safety and Security and for the WFP Security Emergency Fund

vii) Approves expenditures of up to US\$400,000 from the General Fund for the completion of the treasury management system enhancements and roll-out

- Interest income in 2013 is estimated at US\$12 million
- US\$10.4 million is requested from the interest income of the General Fund
 - Up to US\$10 million for security expenditures that cannot be charged to operations
 - Up to US\$400,000 to complete the roll-out and enhancements of the treasury management system

Timing of Management Plan

Draft Decision

i) As allowed under Financial Regulation 2.1, **approves** an exemption from Financial Regulation 9.2, which requires that the proposed Management Plan be circulated to members of the Board not later than 60 days before the session

- Adopted in 1991 prior to the introduction of an extensive consultative process and before technological and communication advances that have greatly improved the document's development process
- Fourth consecutive plan to explicitly request an exemption
- Consideration by the FAO Finance Committee:
 - Excerpt from report: "Considered the request for an exemption from Financial Regulation 9.2 and noted that this was a recurring request. After lengthy discussions, the Committee recommended that the Secretariat submit a proposal to the bureau to consider how to proceed with this matter"
- Next Step:
 - Background paper will be circulated to Board members regarding reducing the requirement to four weeks under Financial Regulation 9.2

Thank you!