



# *3<sup>rd</sup> Management Plan Update 2008-2009*

October 29, 2008  
EB.2 2008

# *Informal Consultations*

## Consultation 1 (July 11<sup>th</sup>):

- Background and Context: Increase in the Programme of Work, new Strategic Plan
- 3 PSA Scenarios presented for 2009

## Consultation 2 (September 4<sup>th</sup>):

- Scenario 2: \$225 million – further developed
- Presented PSA increases thematically

## Consultation 3 (September 29<sup>th</sup>):

- PSA proposal of \$56.1 million for 2009 (Scenario 2)
- \$10 million for 2008 incorporated

## Consultation 4 (October 23<sup>rd</sup>):

- PSA sustainability and PSA prioritization discussed

## *Context*

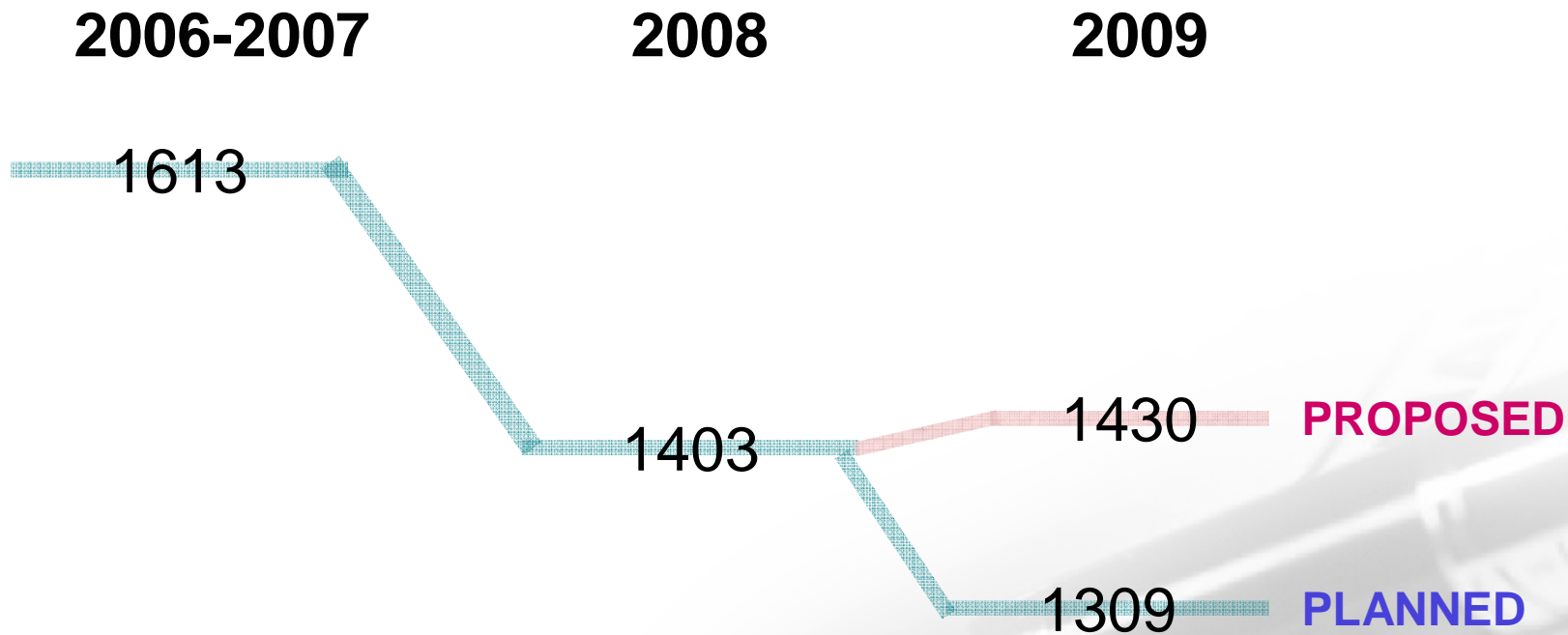
- Current financial policies require a uniquely flexible overhead structure
- PSA budget must contract or expand according to changes in the Programme of Work
- Original Management Plan (2008-2009) introduced a reduction in PSA of 22%
- Current Programme of Work 97% higher than envisaged in the original Management Plan (2008-2009)

# *Operational Context*

- Large new requirements: Horn of Africa, DPRK, Sudan, Afghanistan, Zimbabwe, Myanmar.
- Food crises: price impact on current programmes but also new beneficiary caseloads.
- New Strategic Plan – from ‘Food Aid to Food Assistance’: increasing the breadth and quality of interventions, approach tailored by country.

# Regular PSA budget

PSA Posts:



**PROPOSED POSTS 12% LOWER THAN 2006-2007**

# *PSA Sustainability*

- 64% of proposed PSA budget already funded as of October 28<sup>th</sup>, 2008
- PSA Equalization Account Balance re-established
- Capacity investments on a once-off basis

# Next Steps

- Regular review through Management Plan Updates:
  - 4<sup>th</sup> Update on the Management Plan (2008-2009): February 2009
  - 5<sup>th</sup> Update on the Management Plan (2008-2009): June 2009
- Management Plan (2010-2011)
  - October 2009
  - Consultations will start in early 2009

# Proposed Decisions

The Board:

- **takes note** of the projected total Programme of Work of US\$11.4 billion, excluding provision for unforeseen emergencies;
- **approves** a supplementary Programme Support and Administrative appropriation for the following purposes:

	US\$ thousand
Programme support: regional and country offices	15 064
Programme support: Headquarters	9 717
Management and administration	41 309
<b>Total</b>	<b>66 090</b>

- **approves** one-time supplementary Programme Support and Administrative appropriations of up to US\$40.8 million.