

TRANSMITTAL SLIP – FOR SIGNATURES

Madagascar Transitional Interim Country Strategic Plan, Revision 2

5) To:	Initials	In Date	Out Date	Reason for Delay
Country Director <i>Moumini Ouedraogo</i>				
4) Through:	Initials	In Date	Out Date	Reason for Delay
Budget & Programming Officer, RBJ <i>Sewoo Kim</i>				
3) Through:	Initials	In Date	Out Date	Reason for Delay
Supply Chain Officer, RBJ <i>Christine Mendes</i>				
2) Through:	Initials	In Date	Out Date	Reason for Delay
Programme Adviser, RBJ <i>Brian Bogart</i>				
1) From:	Initials	In Date	Out Date	Reason for Delay
Head of Programme a.i. <i>Maherisoa Rakotonirainy</i>				
I have reviewed the revised T-ICSP and confirm that it meets the required standard, including appropriate response to the internal review process. I recommend approval of this revision.				

Changes

Strategic Outcome

- Addition
- Revision
- Deletion

Focus Area

- Crisis Response
- Resilience Building
- Root causes

Modality

- Food
- CBT
- CS
- SD

Activity

- Addition
- Revision
- Deletion

Budget

- Transfer Value
- Transfer Cost
- Implementation Cost
- Adjusted DSC

REVISION – FOR APPROVAL

Madagascar Transitional Interim Country Strategic Plan (T-ICSP), Revision 2

Gender marker code: 2A

	Current	Change	Revised
Duration	1 January 2018 – 30 June 2019	-	1 January 2018 – 30 June 2019
Beneficiaries	1 524 658	433 720	1 958 378
Total Cost (USD)	59 385 833	9 888 548	69 274 380
Transfer	48 875 650	9 109 386	57 985 037
Implementation	3 789 157	48 613	3 837 771
Adjusted direct support costs	3 096 538	127 021	3 223 559
Subtotal	55 761 345	9 285 021	65 046 366
Indirect support costs (6.5 percent)	3 624 487	603 526	4 228 014

1. RATIONALE

This second budget revision to the Madagascar Transitional Interim Country Strategic Plan (T-ICSP) will augment WFP logistics and emergency telecommunications capacities to ensure sufficient assets and staff are in place to support the humanitarian community and Government's response to cyclones. Madagascar was hit by Ava and Eliakim cyclones in the northeast in January and March 2018, respectively.

This budget revision will also increase the number of vulnerable people provided with relief assistance from August to December 2018 by 433,720, requiring an additional 10,860 mt of food.

The approved T-ICSP value will increase by USD 9,988,548, for a total revised budget of USD 69,274,380.

2. CHANGES

No change is being made to the strategic orientation of the T-ICSP through this budget revision (BR).

Clusters

The BR ensures compliance of the Madagascar Transitional Interim Country Strategic Plan (T-ICSP) with the new WFP corporate service provision guidance. The existing T-ICSP design regroups mandated and on-demand services under Activity 6, which focuses on "provid[ing] shared services and platforms to partners" and is positioned under a strategic outcome connected to the resilience-building focus area (SO 5). As the guidelines specify that mandated service provision¹ must be separated from on-demand services, a new crisis response strategic outcome (SO 6) is being introduced through this budget revision for the Logistics Cluster (Activity 7) and the Emergency Telecommunications Cluster (Activity 8). Bilateral services provided to partners upon request, such as transport, warehousing, and emergency procurement, will remain under Activity 6.

The value of the Logistics Cluster and Emergency Telecommunications Cluster (ETC) activities will increase the T-ICSP budget by USD 1.2 million. These adjustments will allow WFP to enhance local emergency preparedness and response capacities of Madagascar's national disaster risk management authority (BNGRC) and civil protection agencies, prior to and in the aftermath of sudden onset natural disasters, particularly cyclones.

Through the ETC, WFP will support BNGRC in setting up an operational telecommunications centre for risk and disaster management. This will involve installing a telecommunications tower to

¹ Mandated service provision is defined as a support function to facilitate efforts of IASC organizations and the larger humanitarian community, administered by one or more organizations and authorized by an established inter-agency process, and in each specific situation requested by the HC/Country Team (59th IASC WG meeting, November 2004).

improve data and radio coverage in Antananarivo and establishing a call centre to improve emergency response and coordination. WFP also aims to support national authorities' use of unmanned aerial vehicles (UAV), such as drones, to conduct assessments in areas which become inaccessible following natural disasters.

WFP will work with the Logistics Cluster to implement the following activities:

- Logistics coordination, Geographic Information Science (GIS) mapping and information management.
- Logistics augmentation, including sea and river cargo transport services, temporary inter-agency storage and cargo reception facilities, and infrastructure assessment to coordinate access and facilitate the delivery of humanitarian goods.
- Government capacity strengthening in emergency preparedness and purchasing of assets to tackle constraints identified during previous cyclone responses.

Vulnerable populations affected by natural disasters

This BR will also increase the number of vulnerable people provided with WFP relief assistance from August to December 2018 (Strategic Outcome 1, Activity 1). This scale-up is required immediately for the following reasons:

- The budget ceiling of SO 1 for the full T-ICSP duration has already been reached, which prevents the Country Office from programming any additional donor contributions to this SO. This is partly due to the larger-than-expected migration of resources from projects active in 2017 to the T-ICSP (by USD 6.1 million).
- A recently completed Integrated Phase Classification (IPC) assessment reveals that the number of food-insecure people in need of assistance during the 2018-2019 lean season (October to March) is projected to be considerably higher than current planning levels. Given the long lead times required to procure food commodities on the regional/international market, such as yellow-split peas, rice, oil and specialised nutritious products, it is critical that the increasing needs be at least partially reflected now to prevent pipeline breaks. A further scale-up of the targeted beneficiaries, in close alignment to the IPC results, will be covered through a subsequent BR.

Move to WFP Budget Planning Tool

No amendments are being made to Strategic Outcomes 2, 3 and 4 of the T-ICSP. However, the conversion of the budget from the corporate Excel template to the WFP Budget Planning Tool (BPT) has introduced small USD-value differences in the transfer and implementation cost categories across the portfolio. This is because the Excel template uses estimated costs for 2018 international staff that are based on 2017 rates. The BPT, however, is applying the 2018-issued rates, which are lower than the estimates.

Strategic Outcomes

A new crisis-response strategic outcome is being introduced under Strategic Result 8/SDG target 17.16 to capture the Logistics Cluster and ETC, which were previously consolidated with on-demand services under Activity 6. The new outcome and activities are worded as follows:

Strategic Outcome 6: During emergencies, the Logistics Cluster and Emergency Telecommunications Clusters are supported to provide services to the humanitarian community in Madagascar

Activity 7: Support the Logistics Cluster on service provision and information sharing for the humanitarian community in Madagascar

Activity 8: Support the Emergency Telecommunications Cluster on ICT services provision for the humanitarian community in Madagascar

No other change is being made to the results structure of the T-ICSP.

Beneficiary analysis

The number of vulnerable people affected by natural disasters which WFP plans to assist from August to December 2018 is increasing by 433,720 through this BR. 57 percent of these are people affected by drought and provided with general distribution rations, 16 percent are children aged 6-59 months treated for moderate acute malnutrition (MAM), and 27 percent are members of households with a child receiving MAM treatment.

**TABLE 1: FOOD & CASH TRANSFER BENEFICIARIES
BY STRATEGIC OUTCOME & ACTIVITY**

SOs	Activities	Current			Increase			Revised*			
		Female	Male	Total	Female	Male	Total	Female	Male	Total	
ACT 1: Provide food and nutrition assistance to vulnerable populations affected by crisis											
Unconditional food assistance complemented by early recovery activities											
SO 1	<i>GFD cyclone (in-kind)</i>	11 832	11 368	23 200	-	-	-	11 832	11 368	23 200	
	<i>GFD cyclone (cash)</i>	17 748	17 052	34 800	-	-	-	17 748	17 052	34 800	
	<i>GFD drought (in-kind)</i>	20 400	19 600	40 000	125 876	122 564	248 440	146 276	142 164	288 440	
	<i>GFD drought (cash)</i>	30 600	29 400	60 000	-	-	-	30 600	29 400	60 000	
	<i>FFA cyclone (in-kind)</i>	20 910	20 090	41 000	-	-	-	20 910	20 090	41 000	
	<i>Food assistance for assets cyclone (cash)</i>	31 365	30 135	61 500	-	-	-	31 365	30 135	61 500	
	<i>Food assistance for assets drought (in-kind)</i>	28 560	27 440	56 000	-	-	-	28 560	27 440	56 000	
	<i>Food assistance for assets drought (cash)</i>	42 840	41 160	84 000	-	-	-	42 840	41 160	84 000	
	Provide treatment for moderate acute malnutrition in districts with GAM rates above 10 percent through nutritional supplementation and SBCC										
	<i>Children 6-59 months (in-kind)</i>	15 300	14 700	30 000	39 835	29 645	69 480	55 135	44 345	99 480	
	<i>Protection rations for MAM treatment</i>	59 529	61 138	120 667	58 672	57 128	115 800	118 201	118 266	236 467	
	Food by prescription for TB patients on DOTS treatment through nutritional supplementation and SBCC										
<i>TB patients (food)</i>	3 570	3 430	7 000	-	-	-	3 570	3 430	7 000		
Sub-total SO1	282 654	275 513	558 167	224 383	209 337	433 720	118 201	118 266	991 887		
Activity 2: Provide school meals in the central and southern regions of Madagascar											
SO 2	<i>School meals provision (in-kind)</i>	134 504	154 475	288 979	-	-	-	134 504	154 475	288 979	
	<i>School meals provision (cash)</i>	24 162	27 750	51 912	-	-	-	24 162	27 750	51 912	
	Sub-total SO2	158 666	182 225	340 891	-	-	-	158 666	182 225	340 891	
Activity 3: Provide undernutrition prevention in districts with high rates of undernutrition											
Provide acute malnutrition prevention activities in districts with above 15 percent GAM rates											
SO 3	<i>Children 6-23 months of age (food)</i>	20 926	39 074	60 000	-	-	-	20 926	39 074	60 000	
	<i>Pregnant and lactating women and girls (food)</i>	30 000	-	30 000	-	-	-	30 000	-	30 000	
	Provide stunting prevention activities in districts with stunting rates above 30 percent										
	<i>Children 6-23 months of age (food)</i>	35 766	42 234	78 000	-	-	-	35 766	42 234	78 000	
	<i>Pregnant and lactating women and girls (food)</i>	7 600	-	7 600	-	-	-	7 600	-	7 600	
	Provide stunting prevention activities in districts where stunting rates are above 30 percent										
<i>Children 6-23 months of age (food - fortification)</i>	11 463	13 537	25 000	-	-	-	11 463	13 537	25 000		
<i>Pregnant and lactating women and girls (food - fortification)</i>	25 000	-	25 000	-	-	-	25 000	-	25 000		
Sub-total SO3	130 755	94 845	225 600	-	-	-	130 755	94 845	225 600		
Activity 4: Provide support to small-holder farmers and vulnerable communities in market access, resilience, and disaster preparedness											
SO 4	<i>DRR (in-kind)</i>	78 934	81 066	160 000	-	-	-	78 934	81 066	160 000	
	<i>DRR (cash)</i>	118 400	121 600	240 000	-	-	-	118 400	121 600	240 000	
	Sub-total SO4	197 334	202 666	400 000	-	-	-	197 334	202 666	400 000	
TOTAL excluding overlaps		760 971	763 687	1 524 658	224 383	209 337	433 720	985 354	973 024	1 958 378	

* The table reflects planned beneficiaries over the life of the project (January 2018 to June 2019).

Transfers

No changes are being made to the composition of the daily rations provided through the T-ICSP. However, assistance for drought-affected populations through general distributions (GFD drought) and for households with a child receiving MAM treatment will be reduced from 30 days to 15 days per month to align with government policy. The length of GFD drought assistance will also be extended from four to five months.

3. COST BREAKDOWN

COST BREAKDOWN OF THE REVISION VALUE ONLY (USD)							
WFP Strategic Results / SDG Targets	SR 1/ SDG Target 2.1	SR 1/ SDG Target 2.1	SR 2/ SDG Target 2.2	SR 3/ SDG Target 2.3	SR 8/ SDG Target 17.16	SR 8/ SDG Target 17.16	TOTAL
WFP Strategic Outcomes	Strategic Outcome 1	Strategic Outcome 2	Strategic Outcome 3	Strategic Outcome 4	Strategic Outcome 5	Strategic Outcome 6	
Focus Area	CRISIS RESPONSE	ROOT CAUSES	ROOT CAUSES	RESILIENCE	RESILIENCE	CRISIS RESPONSE	
Transfer	8 101 175	(5 922)	(493)	(2 191)	-	1 016 818	9 109 386
Implementation	(4 442)	(1 333)	(2 714)	(888)	-	57 498	48 613
Adjusted DSC							127 021
Sub-total							9 285 021
ISC							603 526
TOTAL							9 888 548

OVERALL T-ICSP COST BREAKDOWN, FOLLOWING THE REVISION (USD)							
WFP Strategic Results / SDG Targets	SR 1	SR 1	SR 2	SR 3	SR 8	SR 8	TOTAL
WFP Strategic Outcomes	Strategic Outcome 1	Strategic Outcome 2	Strategic Outcome 3	Strategic Outcome 4	Strategic Outcome 5	Strategic Outcome 6	
Focus Area	CRISIS RESPONSE	ROOT CAUSES	ROOT CAUSES	RESILIENCE	RESILIENCE	CRISIS RESPONSE	
Transfer	25 583 685	13 586 959	3 753 835	13 854 405	189 335	1 016 818	57 985 037
Implementation	1 551 309	969 584	292 974	966 406	0	57 498	3 837 771
Adjusted DSC	1 409 995	765 722	210 036	773 382	9 864	54 560	3 223 559
Sub-total	28 544 989	15 322 265	4 256 844	15 594 193	199 199	1 128 875	65 046 366
ISC	1 855 424	995 947	276 695	1 013 623	12 948	73 377	4 228 014
TOTAL	30 400 413	16 318 213	4 533 539	16 607 816	212 147	1 202 252	69 274 380