1. RATIONALE

1. Sudan continues to face an acute economic crisis, with high inflation (up to 57.7 percent in October 2019), soaring food prices, higher production and transportation costs, and cash and fuel shortages. By the end of 2019, about 9.3 million people – nearly one quarter of the population – needed humanitarian assistance across all sectors, compared to 5.7 million people in early 2019. Of these, 6.2 million people are estimated to be food insecure (IPC level 3 or above), an increase of 61 percent since the onset of the economic crisis in late 2017. More than half of resident households are spending at least 75 percent of the expenditure on food and are unable to create or invest in livelihood assets.

2. Considering the above, the Government of Sudan through the Ministry of Finance and Economic Planning, formally requested WFP to procure 200,000 MT of wheat on its behalf from the international market to help address the current shortage of wheat within the country. In this regard, an agreement of a total value of USD 53,307,800 was reached on April 13th, 2020 between WFP and the Government of Sudan. As per the agreement, WFP will be procuring the wheat in five tranches of 40,000 MT each. The first payment from the Government is expected shortly and the first delivery is planned for end of May 2020.

3. Under the CSP, capacity strengthening was only envisaged under strategic outcomes 2 and 3 as part of the life-cycle approach to address malnutrition by seeking complementarities between livelihood, nutrition and school-based activities. However, line ministries at the State and Federal level have come forward with some capacity strengthening support requests under crisis response outcome. Additionally, funds received for provision of Safe Access to Fuel and Energy (SAFE) is pending to be programmed under Activity 1 due to absence of capacity strengthening modality.

4. This budget revision introduces a new stand-alone food procurement service provision activity under strategic outcome 4 as well as the capacity strengthening modality under strategic outcome 1, both of which fall under the crisis response focus area. This will enable WFP to provide capacity strengthening support to line ministries at the State and
Federal level – in a context where crisis response will continue to form the bulk of WFP’s interventions in the foreseeable future.

5. In terms of emergency preparedness, WFP, FAO and Government of Sudan have set up an early warning technical group to discuss potential hazards of COVID-19, which feeds into the inter-sectoral coordination group. As part of the measures aiming at preventing the spread of COVID-19, double distributions are being implemented covering April and May, both for in-kind and cash-based transfers (CBTs) and are being accompanied by intensified COVID-19 awareness campaigns. WFP is also collaborating with UNICEF to improve WaSH in schools across the country and is also working with the education sector to incorporate messaging around the continuity of learning and nutrition, even during period of school closures.

2. CHANGES

Strategic orientation

6. There are no changes in the strategic orientation of this CSP. This BR is adding an activity and a modality under the existing strategic outcomes.

7. Previous BRs:
   o BR01: (approved by the country director in April 2020) a budget increase of USD 5,664,123 to add food to activity 6 of the CSP.

Strategic outcomes

8. This budget revision will expand on an output and add a new activity under strategic outcome 4: ‘humanitarian and development actors and national systems have access to WFP expertise, services and infrastructure’ through the creation of a standalone food procurement service provision activity (10) to cater for the newly reached agreement with Government of Sudan to procure wheat on its behalf. The transfer modality to be used is service delivery whereby WFP will be the service provider for the procurement of food for Government of Sudan. The international food procurement of wheat will be entirely handled by HQ procurement with the WFP Sudan assisting in ensuring Sudanese food quality specifications are met. Furthermore, WFP will arrange for the ocean transport of the commodities from the port of shipment up to Port Sudan after which Government of Sudan will be fully responsible for all port handling and inland transport. In line with corporate guidance, WFP will only proceed with the procurement of the food commodities after 100 percent upfront payment from Government of Sudan to minimize the financial risk exposure of the organization. The Government of Sudan shall also include a contingency of 5 percent of the total value of the first tranche to be held in trust by WFP in the event that WFP is held responsible for any demurrage by the shipping company.

9. The new output and activity are as follows:

   [New output under SO4]: “Vulnerable populations in Sudan benefit from services provided to the Government.”

10. The activity deliverables will be measured by corporate output indicators, the progress of these indicators will be measured every quarter using WFP’s procurement records. The target for this activity is 100 percent of planned tonnage at the end of the project (January 2021).

11. Under activity 1, capacity strengthening will include a comprehensive package aimed at strengthening and diversifying livelihood options through skills and capacity strengthening of local community-based organizations on production of fuel-efficient stoves which will provide alternative incomes. As part of the school feeding programme (activity 2), WFP will work with state governments in areas prone to natural shocks and/or affected by internal displacement to advocate for the role school feeding plays in building households’ food security, providing a shock-responsive social safety net transfer to households, and maintaining a sense of normalcy among children in times of crisis. In collaboration with partners, WFP Sudan seeks to augment the capacity of both government and civil society organizations to respond to shocks using the school feeding programme, which seeks to maintain and potentially expand existing operations in the crisis context based on needs analysis.

12. Under activity 3, WFP will work with the national and state level Ministries of Health to strengthen the capacity for planning and response to nutrition emergencies. This will be achieved through coordination support and technical assistance on the preparation of nutrition emergency preparedness, contingency and response plans. WFP will support the roll-out of the National Nutrition Emergency Response Guidelines in 2020 at state and local level. WFP will continue to facilitate technical training on the updated Community Based Management of Acute Malnutrition, guidelines will be rolled out across eight states.
### 3. COST BREAKDOWN

<table>
<thead>
<tr>
<th>Focus Area</th>
<th>Strategic Result 1 / SDG Target 2.1</th>
<th>Strategic Result 2 / SDG Target 2.2</th>
<th>Strategic Result 4 / SDG Target 2.4</th>
<th>Strategic Result 8 / SDG Target 17.16</th>
<th>TOTAL</th>
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<tbody>
<tr>
<td>Outcome</td>
<td>01</td>
<td>02</td>
<td>03</td>
<td>04</td>
<td></td>
</tr>
</tbody>
</table>

| Transfer            | 6 485 052                          | -                                  | -                                  | 61 307 800                         | 67 792 852 |
| Implementation      | -                                  | -                                  | -                                  | -                                  | -      |
| Direct support costs| -                                  | -                                  | -                                  | -                                  | -      |
| Subtotal            | 67 792 852                         | 65 288                             | 67 858 140                         |                                   |       |

### OVERALL CSP COST BREAKDOWN, FOLLOWING THE REVISION (USD)

<table>
<thead>
<tr>
<th>Focus Area</th>
<th>Strategic Result 1 / SDG Target 2.1</th>
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<td>04</td>
<td></td>
</tr>
</tbody>
</table>

| Transfer            | 1 327 507 013                      | 95 654 700                         | 174 650 147                        | 194 197 770                        | 1 792 009 630 |
| Implementation      | 233 902 797                        | 16 593 475                         | 29 201 994                         | 16 690 562                         | 296 388 829   |
| Direct support costs| 88 021 943                         | 6 319 796                          | 11 409 097                         | 11 749 027                         | 117 499 863   |
| Subtotal            | 1 649 431 753                      | 118 567 970                        | 215 261 239                        | 222 637 359                        | 2 205 898 322 |
| Indirect support costs| 107 213 064                      | 7 706 918                          | 13 991 981                         | 10 272 137                         | 139 184 100  |
| TOTAL               | 1 756 644 817                      | 126 274 888                        | 229 253 219                        | 232 909 496                        | 2 345 082 421 |
# Annex 1: Revised Line of Sight

## SUDAN (2019 - 2023)

### OUTCOME 1: People affected by shocks in targeted areas have access to food, nutrition and livelihoods during/after crisis

**CRISIS RESPONSE**

**OUTCOMES:**
- Targeted populations receive sufficient food to prevent hunger.
- Targeted populations have access to food and nutrition assistance to meet their basic food needs.

**CRISIS RESPONSE**

**ROOT CAUSES**

**OUTCOMES:**
- Targeted children aged 6-59 months receive nutrition services and support.

**RESILIENCE BUILDING**

**OUTCOMES:**
- Targeted children aged 6-59 months receive nutrition services and support.

**CRISIS RESPONSE**

**OUTCOMES:**
- Targeted children aged 6-59 months receive nutrition services and support.

**ACTIVITY 1:** Provide food and CBT to people affected by shocks (cat. URT; modality: food, CBT, C9).

**ACTIVITY 2:** Provide nutrition-sensitive programming in schools (cat. SMP; modality: food, C6).

**ACTIVITY 3:** Provide curative and preventative nutrition activities to children aged 6-59 months and PLWAG (cat. NFA; modality: food, C5).

**ACTIVITY 4:** Provide curative and preventative nutrition activities to children aged 6-59 months and PLWAG (cat. NFA; modality: food, C5).

**ACTIVITY 5:** Provide nutrition-sensitive programming in schools (cat. SMP; modality: food, CBT, C9).

**ACTIVITY 6:** Offer asset creation activities and technical assistance to women and nutrition interventionists (cat. ACL; modality: food, C5).

**ACTIVITY 7:** Provide capacity strengthening support to farmers and local, state and national agricultural institutions (cat. CBE; modality: C8).

### OUTCOME 2: Food insecure residents in targeted areas have sustained improved nutrition by 2024

**BUDGET: $1,756,844,917**

**ACTIVITY 1:** Provide food and CBT to people affected by shocks (cat. URT; modality: food, CBT, C9).

**ACTIVITY 2:** Provide nutrition-sensitive programming in schools (cat. SMP; modality: food, C6).

**ACTIVITY 3:** Provide curative and preventative nutrition activities to children aged 6-59 months and PLWAG (cat. NFA; modality: food, C5).

**ACTIVITY 4:** Provide curative and preventative nutrition activities to children aged 6-59 months and PLWAG (cat. NFA; modality: food, C5).

**ACTIVITY 5:** Provide nutrition-sensitive programming in schools (cat. SMP; modality: food, CBT, C9).

**ACTIVITY 6:** Offer asset creation activities and technical assistance to women and nutrition interventionists (cat. ACL; modality: food, C5).

**ACTIVITY 7:** Provide capacity strengthening support to farmers and local, state and national agricultural institutions (cat. CBE; modality: C8).

### OUTCOME 3: Food insecure people in targeted areas and food systems have increased resilience to shocks by 2024

**BUDGET: $128,274,988**

**ACTIVITY 1:** Provide food and CBT to people affected by shocks (cat. URT; modality: food, CBT, C9).

**ACTIVITY 2:** Provide nutrition-sensitive programming in schools (cat. SMP; modality: food, C6).

**ACTIVITY 3:** Provide curative and preventative nutrition activities to children aged 6-59 months and PLWAG (cat. NFA; modality: food, C5).

**ACTIVITY 4:** Provide curative and preventative nutrition activities to children aged 6-59 months and PLWAG (cat. NFA; modality: food, C5).

**ACTIVITY 5:** Provide nutrition-sensitive programming in schools (cat. SMP; modality: food, CBT, C9).

**ACTIVITY 6:** Offer asset creation activities and technical assistance to women and nutrition interventionists (cat. ACL; modality: food, C5).

**ACTIVITY 7:** Provide capacity strengthening support to farmers and local, state and national agricultural institutions (cat. CBE; modality: C8).

### OUTCOME 4: Humanitarian and development actors and national systems have access to partners, services and infrastructure in the areas of logistics (including air transport), ICT, administration and infrastructure engineering

**BUDGET: $20,253,119**

**ACTIVITY 1:** Provide food and CBT to people affected by shocks (cat. URT; modality: food, CBT, C9).

**ACTIVITY 2:** Provide nutrition-sensitive programming in schools (cat. SMP; modality: food, C6).

**ACTIVITY 3:** Provide curative and preventative nutrition activities to children aged 6-59 months and PLWAG (cat. NFA; modality: food, C5).

**ACTIVITY 4:** Provide curative and preventative nutrition activities to children aged 6-59 months and PLWAG (cat. NFA; modality: food, C5).

**ACTIVITY 5:** Provide nutrition-sensitive programming in schools (cat. SMP; modality: food, CBT, C9).

**ACTIVITY 6:** Offer asset creation activities and technical assistance to women and nutrition interventionists (cat. ACL; modality: food, C5).

**ACTIVITY 7:** Provide capacity strengthening support to farmers and local, state and national agricultural institutions (cat. CBE; modality: C8).

**ACTIVITY 8:** Provide technical and support services (logistics, ICT, administrative and project) to the humanitarian and development community (cat. CPA; modality: C5).

**ACTIVITY 9:** Provide air transport services for personnel and light cargo alongside aviation sector technical assistance (cat. CPA; modality: C5).

**ACTIVITY 10:** Provide (transported) procurement to the Government of Sudan and other stakeholders (cat. CPA; modality: C5).

**TOTAL BUDGET:** $263,902,421

**DRAFT**