

COUNTRY STRATEGIC PLAN REVISION

REVISION

GUATEMALA country strategic plan, revision 7

Gender and age marker code: 3

Transmittal Slip Table - BUDGET OVERVIEW			
	Current	Change	Revised
Duration			
Beneficiaries			
Total cost (USD)	156 692 827	7 776 507	164 469 334
Transfer	133 773 598	7 269 221	141 042 819
Implementation	8 574 186	342 999	8 917 185
Direct Support Costs	10 336 002	165 847	10 501 849
Sub-total	152 683 786	7 778 066	160 461 853
Indirect Support Costs	4 009 040	-1 559	4 007 481

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1. RATIONALE

A. Plan Overview

The current 4-year budget totals 157 million. In 2018, CSP year 1, the Government of Guatemala (GoG) signed an agreement with the Country Office to provide procurement services of food items for the food assistance programs ran by the Ministry of Agriculture. Guatemala Country Office thus expanded WFP's support under SDG 17 by including Strategic Outcome 6 and Activity 7 to procure food for the GoG (through BR4). Based on the successful experience of the service provision activities, early in 2020 (year 3), the GoG presented a new request to provide on-demand procurement services. Budget for year 3 was increased by USD 9.0 million, through BR5 in March 2020, to provide procurement services for regular government programmes, and by USD 77.7 million in early May 2020, via BR6, to provide procurement services for government COVID-19 response.

B. Budget Revision No. 7

In February 2020, GTCO submitted the BR5 which included the expected procurement volume for the GoG prior to the COVID-19 emergency, under the Service Provision modality for a total of USD 8.8 million. In response to the COVID-19 pandemic, the Government of Guatemala, through the Ministries of Agriculture and Social Development, requested WFP to provide procurement services of food items at a much larger scale, to assist over 1 million families across the country, affected by the economic impact of COVID-19. Consequently, BR6 was prepared for a total amount USD 77.7 million.

In a parallel fashion, the GoG has also requested WFP to provide procurement services for specialized nutritious food for the Ministry of Health. Although the request antedates the arrival of the pandemics to the country, the government also intends to use these commodities, to tackle the increasing malnutrition rates in the country, caused among others, by the movement restrictions adopted to respond to the COVID-19. The distribution of the commodities will be implemented by the Ministry of Health, through its normal primary care structures, and in coordination with other interventions to address acute and chronic malnutrition.

Although the government request is for WFP to provide procurement services for four years, only year 1 of the agreement is included in this budget revision. The rest of the services will be included in the new CSP, GT02, currently in the approval process. Consequently, this BR has a total value of 7 776 507 USD, calculated on a full cost recovery basis. The amount includes a 7 percent rate to cover implementation costs, adjusted

direct support cost and an eventual management recovery cost. A revision of the implementation plan and rates will follow this BR.

This Budget Revision foresees no impact on existing beneficiary numbers and focuses on increasing on-demand service provision. Also, this BR foresees no changes on existing transfer modalities.

2. CHANGES

Strategic orientation:

Under this budget review, there are no changes in strategic orientation. Changes in activities are explained in the following paragraphs.

Strategic outcomes

Strategic Outcome 6: Humanitarian and development partners are reliably supported by efficient and effective supply chain and other services and expertise (SDG 17.16).

Activity 7: Provide on-demand supply chain, targeting, beneficiary management, CBT delivery and other services to partners to promote effective field operations.

The outcome is being achieved through two outputs:

- Output 1: People affected by emergencies in Guatemala receive timely and effective assistance as a result of supply chain, information and communications technology (ICT), facilities and information management services provided by WFP to its partners.
- Output 2: Government capacity is strengthened through service delivery and warehouse management.

Activity Input: Funds transferred by the partner allocated under CSP Activity 7

Revision No. 7: This BR increases the transfer value under SD modality by USD 7.7m to provide services to the Government of Guatemala in 2020.

Beneficiary analysis

No impact on existing beneficiary numbers

Transfers

No changes in in-kind and cash-based transfers.

Food type / cash-based transfer	Current Budget		Increase		Revised Budget	
	Total (mt)	Total (USD)	Total (mt)	Total (USD)	Total (mt)	Total (USD)
Cereals	3 699	1 694 033	0	0	3 699	1 694 033
Pulses	615	742 526	0	0	615	742 526
Oil and Fats	246	346 966	0	0	246	346 966
Mixed and blended foods	2 673	4 226 405	0	0	2 673	4 226 405
Other	0	0	0	0	0	0
TOTAL (food)	7 233	7 009 930	0	0	7 233	7 009 930
Cash-Based Transfers (USD)		29 583 303		0		29 583 303
TOTAL (food and CBT value – USD)	7 233	36 593 233	0	0	7 233	36 593 233

3. COST BREAKDOWN

COST BREAKDOWN OF THE REVISION ONLY (USD)		
	Strategic Result 8 / SDG Target 17.16	TOTAL
Strategic outcome	06	
Focus Area	Crisis Response	
Transfer	7 269 221	7 269 221
Implementation	342 999	342 999
Direct support costs		165 847
Subtotal		7 778 066
Indirect support costs		- 1 559
TOTAL		7 776 507

OVERALL CSP COST BREAKDOWN, FOLLOWING THE REVISION (USD)							
	Strategic Result 2 / SDG Target 2.2	Strategic Result 5 / SDG Target 17.9	Strategic Result 3 / SDG Target 2.3	Strategic Result 4 / SDG Target 2.4	Strategic Result 1 / SDG Target 2.1	Strategic Result 8 / SDG Target 17.16	TOTAL
Strategic outcome	01	02	03	04	05	06	
Focus Area	Root Causes	Resilience Building	Resilience Building	Resilience Building	Crisis Response	Crisis Response	
Transfer	7 329 903	2 747 478	14 117 695	2 472 721	23 077 096	91 297 926	141 042 819
Implementation	812 558	514 145	2 166 868	804 222	1 431 895	3 187 499	8 917 185
Direct support costs	911 556	367 217	1 812 792	338 935	2 748 472	4 322 877	10 501 849
Subtotal	9 054 016	3 628 840	18 097 354	3 615 878	27 257 463	98 808 302	160 461 853
Indirect support costs	588 511	235 875	1 176 328	235 032	1 771 735	0	4 007 481
TOTAL	9 642 528	3 864 714	19 273 682	3 850 910	29 029 198	98 808 302	164 469 334