

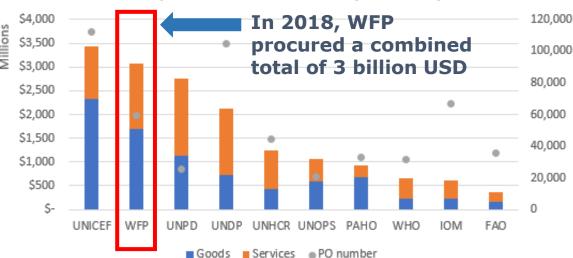
World Food Programme

SAVING LIVES CHANGING LIVES

# ntroducing WFP Procurement

Copenhagen June 2018 The entire UN system procured 18.6 billion USD in 2017, the size of Latvia or Bosnia Herzegovina

2017 procurement volumes by UN entity



The World Food Programme (WFP) is the leading humanitarian organization fighting hunger worldwide and working towards the global goal of ending hunger by 2030.

WFP has been delivering lifesaving food in emergencies since 1962. We also work in recovery and sustainable development.

WFP is funded entirely by
 donations from governments,
 companies and private
 individuals.





### GLOBAL COMMITMENT

Adequate nutritious food is a basic human need. We believe it's also the foundation of a full and dignified life.

- We reach an average of 80 million people with food assistance in around 80 countries each year.
- We have unrivalled experience operating in the world's most difficult environments, both war zones and disasters.
- More than 15,000 people work for WFP. Most are locally recruited staff who work in remote areas, directly serving the hungry poor.





#### The World Food Programme is best known for its life-saving work in emergencies.

When disaster strikes, WFP gets vital food assistance to people in need.

We also provide food and support that bridges the gap between relief and recovery.





### WORKING TOGETHER

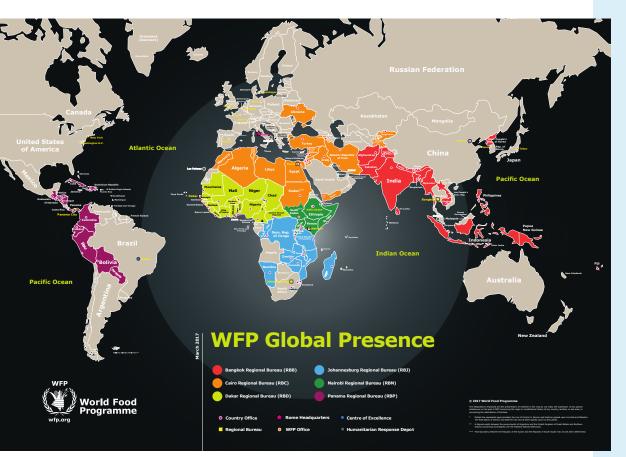
WFP works in partnership with national and local governments, other humanitarian agencies and the private sector.

We lead the humanitarian Logistics and Telecommunications Clusters to help coordinate humanitarian response. We co-lead the Food Security Cluster with the Food and Agriculture organization of the United Nations (FAO).

We manage humanitarian response services that are used by the whole humanitarian community:

- A network of 6 United Nations Humanitarian Response Depots (UNHRD) that procure, store and transport emergency supplies.
- The United Nations Humanitarian Air Service (UNHAS) which enables humanitarian workers and supplies to reach isolated or inaccessible communities in need.





### GLOBAL PRESENCE

WFP is headquartered in Rome. We have a global presence that includes:

- 83 Country Offices worldwide
- 6 Regional Bureaux (Bangkok, Cairo, Dakar, Johannesburg, Nairobi and Panama)
- 14 Liaison Offices
- A vast supply chain logistics network that enables us to quickly deliver life-saving food assistance anywhere in the world
- Specialist centres for innovation and development of sustainable solutions to hunger







### OUR WORK

We do whatever it takes to ensure those furthest behind can get the safe, nutritious food they need.

## We tackle causes, not just symptoms, by:

- Helping governments develop and implement anti-hunger strategies
- Helping the most vulnerable
  people eat more nutritious food
- Ensuring people have access to food even in emergencies
- Helping make food systems in countries more resilient to shocks.





### FOOD DISTRIBUTIONS

When food is not available on local markets, or people cannot get to the shops, we deliver food to them. We work with local NGO partners to organize the distributions.

Foods provided can include:

- Flour/rice/bulgur
- Lentils/split peas
- Cooking oil
- Iodized salt

To prevent and treat malnutrition we provide specialized nutritional products formulated for particular nutritional needs.



### HUMANITARIAN LOGISTICS

WFP's supply chain logistics expertise helps many humanitarian organizations reach people in need.

 We manage the United Nations Humanitarian Air Service (UNHAS).

In 2016, WFP flew more than 282,000 humanitarian workers and 3,000 tons of cargo to 269 regular destinations.

- We manage the United Nations Humanitarian Response Depots (UNHRD), a network of six strategically located emergency hubs around the world. In 2016, we dispatched US\$51 million in relief supplies to 81 countries.
- We provide Logistics Services directly to the humanitarian community. For example, the World Health Organization chose us to provide logistics and engineering services for them during the Ebola Outbreak in West Africa.













#### **WFP** Procurement

WFP buys food, goods & services and logistics items to support our operations, our regular programs and the emergency relief

WFP also buys to support the global humanitarian community (UN, non-UN, NGOs, Governments)

#### Procurement of food, relief items and operational equipment

- Emergency stockpiling and prepositioning
- Cargo transportation
- Telecommunications and IT services
- Air passenger transport
- Warehousing and handling
- Engineering support
- Medical wellness and accommodation services



## WFP Procurement

### TOTAL IN 2017: USD 3.07 billion



 WFP operates with a **decentralized procurement model**, based on value thresholds to activate/approve procurement actions at local, regional and HQ level



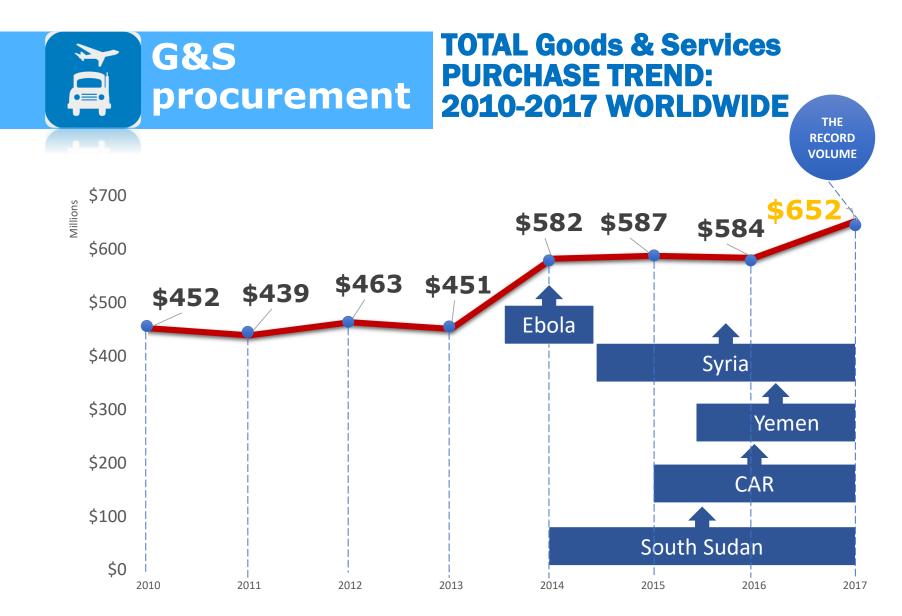






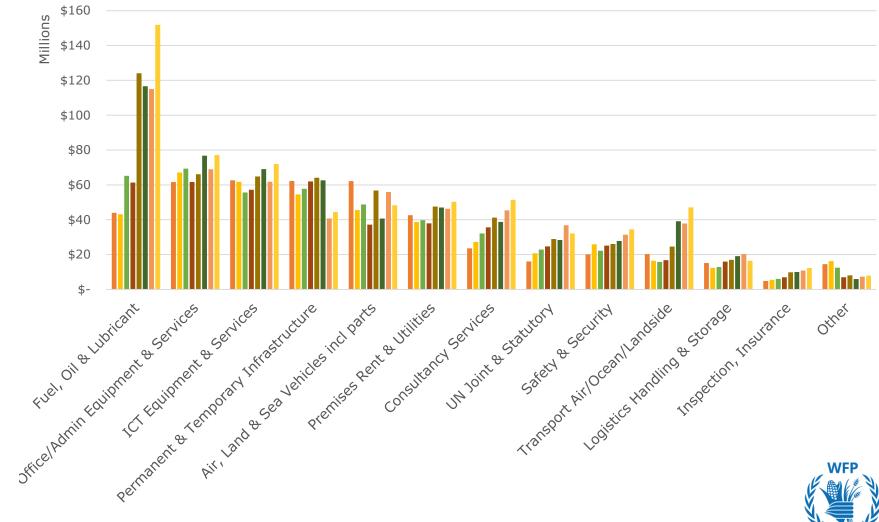
# GOODS AND SERVICES PROCUREMENT



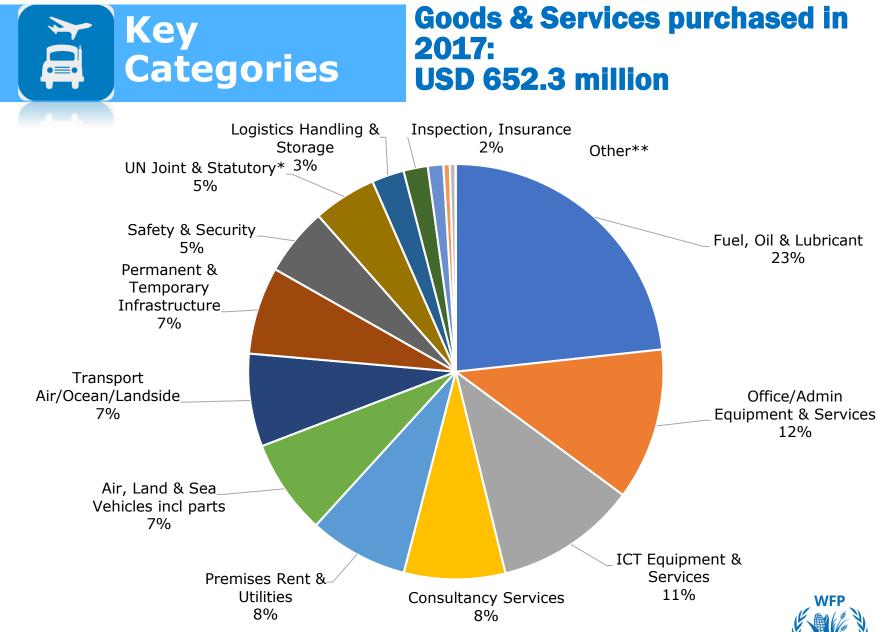








■ 2010 ■ 2011 ■ 2012 ■ 2013 ■ 2014 ■ 2015 ■ 2016 ■ 2017



\* UN Joint and Statutory relates to payments made internally between UN Agencies, Funds and Programmes



### Goods & Services purchased in 2017: USD 652.3 million

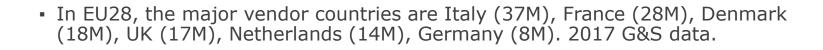
 At Headquarters in Rome, Italy contracts with commercial providers are managed by WFP's Goods & Services Procurement Branch.

Vendor countries	Value US\$
EU28	\$ 104,653,401.73
Ethiopia	\$ 45,842,704.99
South Sudan	\$ 45,420,878.05
USA	\$ 39,201,142.13
Sudan	\$ 28,849,930.92
Kenya	\$ 26,482,986.54
Utd.Arab Emir.	\$ 23,307,632.69
Yemen	\$ 17,863,681.07
Afghanistan	\$ 16,913,997.91
Dem. Rep. Congo	\$ 12,104,229.67
Norway	\$ 11,967,618.20
Other	\$ 227,773,837.78
Total	\$ 583,518,898.71

2016

Vendor countries	Value US\$
EU28	\$ 131,426,350.90
Ethiopia	\$ 61,567,212.95
South Sudan	\$ 44,506,016.66
Kenya	\$ 33,206,795.49
Sudan	\$ 31,832,219.70
USA	\$ 31,648,437.71
Utd.Arab Emir.	\$ 28,231,819.76
Yemen	\$ 17,007,263.38
Afghanistan	\$ 16,529,159.66
Jordan	\$ 12,865,487.27
Switzerland	\$ 11,310,515.48
Other	\$ 248,948,291.00
Total	\$ 652,269,455.64

2017







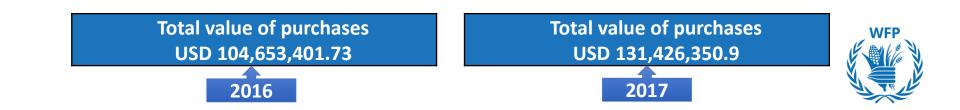
### Goods & Services purchased from EU28 vendors



WFP Procurement purchased from EU28 **USD 131.4 million** of goods and services in **2017** and **USD 104.7 million** in **2016** 

In 2017 leading categories of goods and services procured from EU28 suppliers:

- Jet-A1 (28 million USD)
- IT equipment (9 million USD)
- Rents (6 million USD)
- IT services (5.2 million USD)
- Laptops (4 million USD)









# **FOOD PROCUREMENT**





### **KEY ROLE**



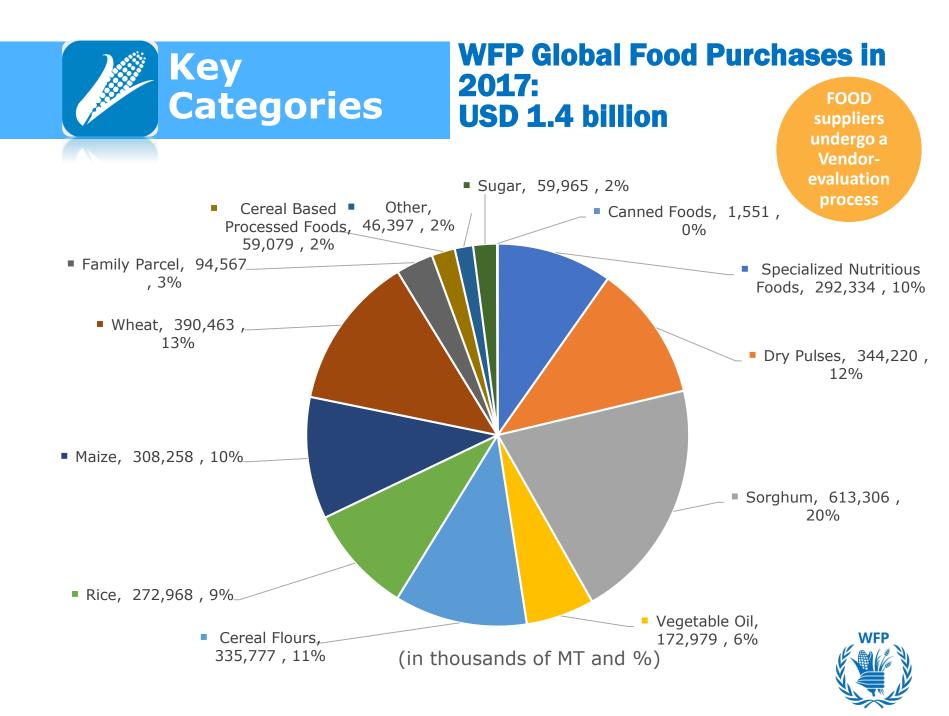






- Undertake all international food procurement for all WFP operations worldwide as well as for third parties such as UN Agencies, Governments and NGOs
- Provide oversight, technical expertize and guidance to all WFP offices to ensure that food procurement is undertaken in a cost effective, timely and transparent manner
- Support the development and implementation of strategies, policies and plans to meet WFP's mandate
- Review and authorize all food procurement actions from the field above the authority of field offices

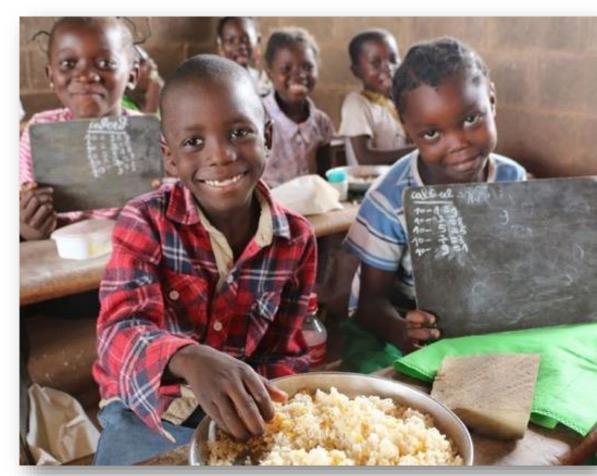




#### Food Procurement WFP Global Food Purchases CONDITIONS

#### Conditions affecting food procurement:

- Donor country conditions/restrictions (origin/ destination/quality /packing /marking etc.)
- Recipient country requirements (product/origin/packing/i mport regulations)
- Impact on local market/economy (harvest/lean period/surplus)







# Food purchased from EU28



WFP Procurement of food from EU28 was worth **USD 240.9 million** in **2017** 

In 2017 the leading categories of food purchased from vendors in EU28 was:

- Corn-Soya blend
- Ready to use supplementary food
- Wheat-Soya blend
- UHT milk





ITALIAN TRADE AGENCY ICE - Agenzia per la promozione all'estero e l'internazionalizzazione delle imprese italiane







# LOGISTICS PROCUREMENT



## Logistics Procurement

### In 2017 procured: USD 1.02 billion and handled 4.5 million metric tons of food









Land USD **403** million



Ocean USD **183** million Air\* USD **245** million

\*Air: cost cover the transport of food, passengers and misc.



Other transport related costs<sup>\*\*</sup> USD **183** million

WFP

\*\* Like: Equipment, Utilities, Supplies, Materials, and other related products



# WFP Food purchased from EU28 vendors

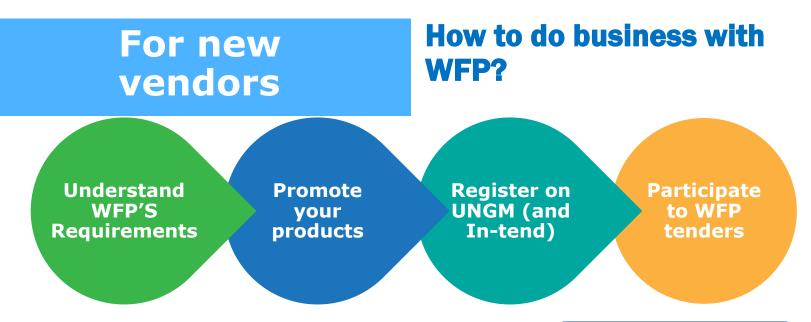


WFP Logistics procured from EU28 suppliers: USD 155 million in 2017

## In 2017 leading categories procured from EU28 suppliers:

- Aircraft contracts/charters
- Ocean freight
- Air transport





- 1. Check out procurement page on <u>www.wfp.org</u>
- 2. Understanding WFP's G&S requirements
- Send a presentation of your products to WFP at <u>newsuppliers@wfp.org</u>
- 4. Read & acknowledge the UN Supplier Code of Conduct
- 5. Register on <u>www.ungm.org</u> to be in the Vendor lists of UN
- 6. <u>When requested</u>, register on WFP etendering platform In-tend
- Respond to solicitation requests, when invited

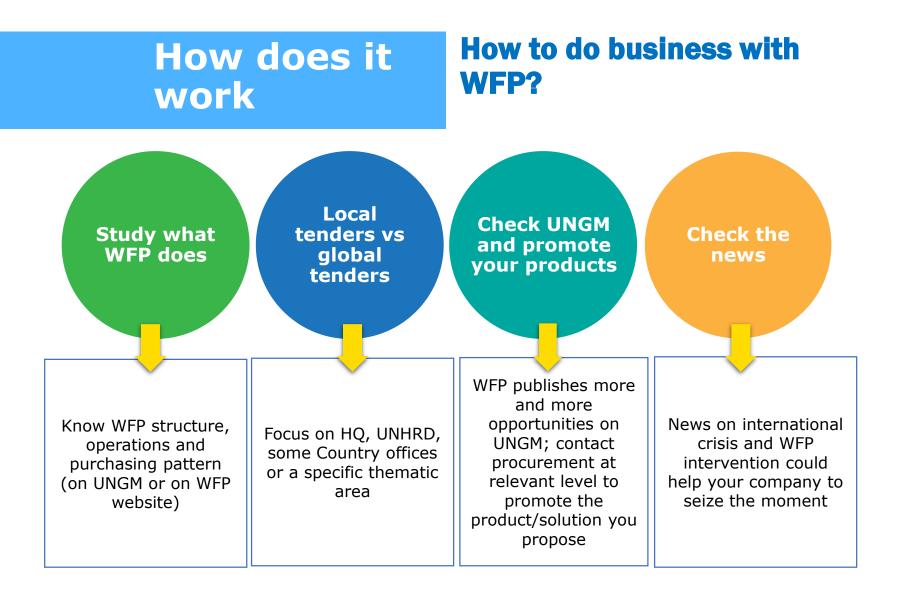
#### UNGM

It is the UN global marketplace and serves as point of entry and for sourcing vendors for entire UN

#### In-tend

It is WFP's e-tendering portal. Vendor shall register there when requested so they can be invited to submit offers to specific tenders for their products.









# **QUESTIONS, COMMENTS**

SAVING LIVES







World Food Programme





#### **World Food Programme**

Via C. G. Viola 68/70 00148 Rome, Italy

newsuppliers@wfp.org www.wfp.org

Medium channel: medium.com/@WFP

Panorama channel: panorama.wfp.org

Twitter: <u>@WFP</u>

Facebook: facebook.com/WorldFoodProgramme

Instagram: worldfoodprogramme official

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