

Doing Business with the United Nations World Food Programme

Pablo Yuste Echarren Enrique Pulido





Global Hunger

- **925 million** people suffer from hunger worldwide.
- Hunger kills more people every year than AIDS, malaria and tuberculosis combined.
- A third of all deaths in children under the age of five in developing countries are linked to undernutrition.



How we do

Delivering food by any means possible







- 11,000 staff, over90% in the field
- Mandated to respond to emergencies globally
- Humanitarian clusters
 - lead service provider
- Telecoms
- Logistics
- UN Humanitarian Air Service





five objectives



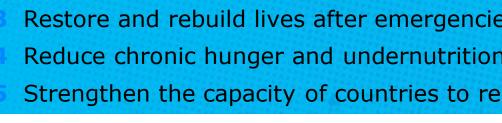
90 million beneficiaries on average

70

3.7 tons of food on average



- Save lives and protect livelihoods in emergencies
- Prepare for emergencies
- Restore and rebuild lives after emergencies
- Reduce chronic hunger and undernutrition everywhere
- Strengthen the capacity of countries to reduce hunger







WFP Mandate

- Use food assistance to support economic and social development;
- ☐ Meet refugee and other emergency food needs, and the associated logistics support; and
- ☐ Promote world food security in accordance with the recommendations of the United Nations and the Food and Agriculture Organization.





The Role of the UN World Food Programme

- The World Food Programme (WFP) is the United Nations frontline agency fighting global hunger.
- WFP is the world's largest humanitarian agency.









WFP Figures

- In 2011, WFP aimed to feed more than 82.7 million hungry people in 72 countries
- WFP employs roughly 10.200 staff (more than 90% in the field).
- In 2010, WFP needed US\$ 6.9 billion to cover operational costs of which it received about US\$ 3.82 billion.
- => completely voluntarily funded organization





Logistics

• On any given day WFP operates an average of 60 aircrafts, 40 ships and 5,000 trucks.









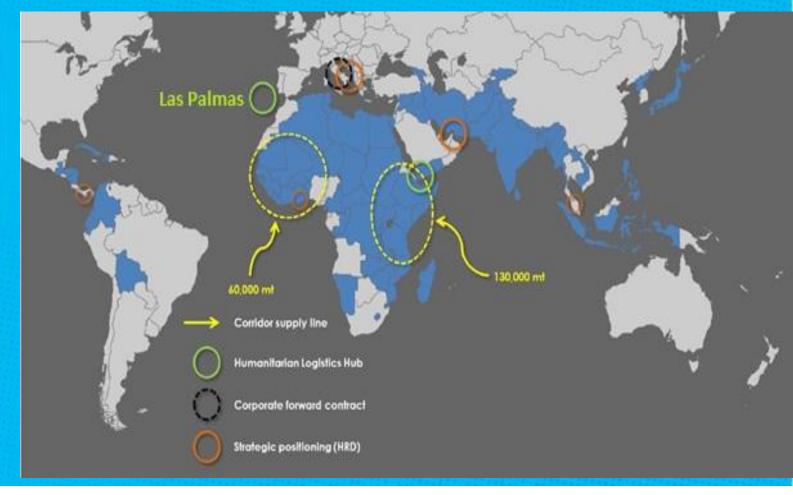
Core policies and strategies

- ☐ To save lives in refugee and other emergency situations;
- ☐ To improve the nutrition and quality of life of the most vulnerable people at critical times in their lives; and
- ☐ To help build assets and promote the self-reliance of poor people and communities, particularly through labour-intensive works programmes.





ESPANA/PMA









UNHRD Humanitarian Response Depot

















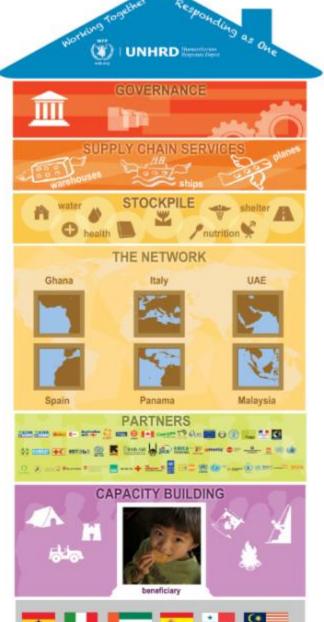
Working together - Responding as ONE UNHRD as a common house

All Users have the opportunity to coordinate their efforts, corritize dispatches, loan and borrow stocks from one are ser, access stocks and turnkey solutions that are mediately available, share logistics solutions and minimize

consortium of humanitarian organizations operating under a United Nations mandate to support humanitarian relief efforts.

UNHRD offers a "one-stop shop", not only for storage, but also for procurement, transport, handling, customs processes stock borrowings, technical field assistance and training centre facilities.





HOST GOVERNMENTS AND DONORS



UNHRD Network

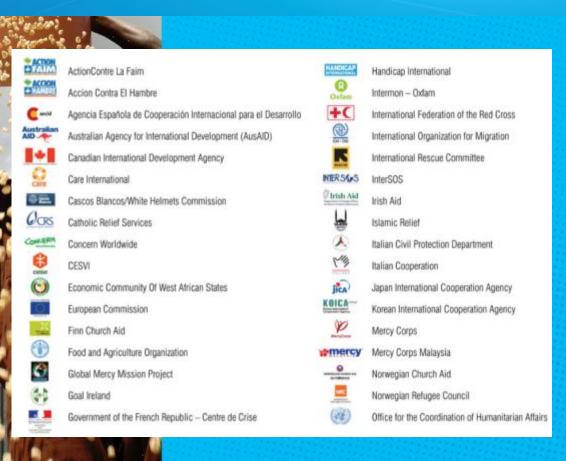


The Network operates out of six Depots strategically located to ensure the rapid provision of humanitarian supplies to those in need anywhere in the world.

- UNHRD aims to achieve (i) Emergency preparedness and response, (ii) Strategic stockpiling of relief items (iii) Provision of comprehensive supply chain solutions.
- The Network holds strategic reserves of emergency relief items, such as medical weekits, shelter items, water & sanitation equipment, nutritious food, prefabricated office and storage units, logistics assets and IT equipment.



UNHRD Users and Partners





With a diversified user base of 51 partners,



Worl innovative solutions and complementarity are championed.



Benefits of the Network?

Storage at no cost to the users

Dedicated Customer Service

24/48 hrs Response Time

Real Time Stock Visibility

- Online service catalogue
- Timeliness, Cost Efficiency
- Integrated Procurement
- Cargo Optimization
- Staging Areas
- Standardization
- Training Facilities







State of the art warehousing:

Training facilities

Flexible staffing structure

Operational 24/7

Customer Service

Cold chain storage and kitting

- Located within Airport Perimeter or next to Airport and port
- Minimum 5,000 sq/m of indoor storage
- Minimum 5,000 sq/m of out door storage





PROCUREMENT





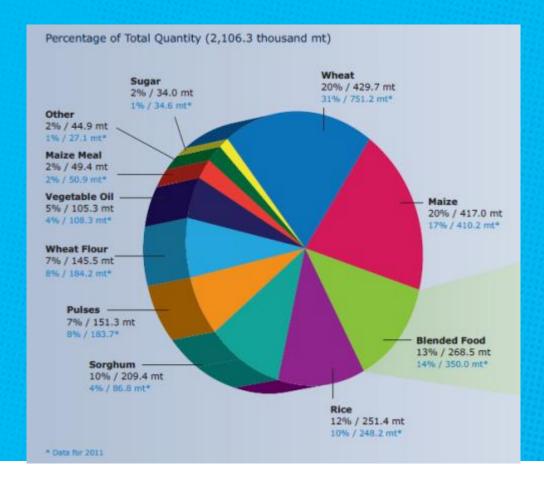
Purchasing units

Food	Food Procurement Service (Rome HQ)
Goods and services	Goods and Services Procurement Branch (Rome HQ)
Land, sea and air transport services	Transport Division
Country Offices	Local and regional level procurement activities plus logistics services regionally and locally





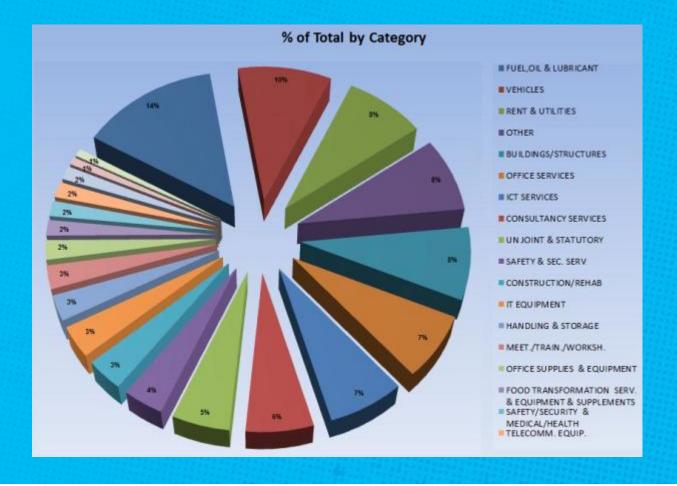
2012 Food Procurement Total quantity 2.1 million mt Total value US\$1.1 billion







2012 Goods and Services Procurement Total value US\$462 million







Vendor registration

If your company is a manufacturer or trader of any of the food, goods or service items indicated in the graphics on page 4, you can apply to be considered for the WFP Registered Vendor Roster

You can submit your registration through the UNGM, from the following internet address: www.ungm.org





Vendor registration

Complete the 'New Supplier Registration' Section. You will then proceed through a number of steps requiring you to enter company specific information.

Only fully completed registration forms with "Submitted" status will be reviewed.

Vendor Management Committee will review your completed supplier profile and registration online. Pending the committee's recommendations, trade references will be contacted.





Queries

- food.procurement@wfp.org for food related queries; or write to
- goods-services.procurement@wfp.org for nonfood and services related queries





WFP Supplier Roster

Once registered, potential suppliers are eligible to be invited to submit bids for tenders where WFP considers them competitive

- Registration does not imply invitation to every tender issued by WFP
- Registration status is not indefinite
- E-tendering





Qualification

- Legal qualification to enter into a contract with the United Nations.
- Food commodities: cereals, pulses, edible oil and/or processed commodities (such as wheat flour, blended foods and high energy biscuits) must be part of your core business.
- Goods and services offered are of interest to WFP projects and programmes and/or the company holds the necessary professional and technical competence





Qualification

- Goods and services: ability to provide installation, training and after-sales services and/or maintenance in countries where the products will be used
- Readiness to dispatch company staff to project sites (for goods and services)
- Ability to provide technical manuals, instruction booklets and spare parts lists in the required language(s)





Qualification

- Companyhasaminimumofthreeyears'experiencea sanestablishedbusiness
- Company accepts WFP's general terms and conditions, including its payment terms (see next section)
- At least three trade references have been provided
- The UNGM registration has been completed in full and all WFP specific questions are answered (for food items only)





Payment

- ☐ Cash against the electronic transfer of shipping documents within 4 days
- ☐ Payment by bank transfer within 30 days of receipt of the documents named in the purchase order in good order in Rome or on goods receipt at destination for goods and services. WFP may consider shorter periods against early payment discounts.
- ☐ WFP does not accept requests for letters of credit, advance payment or assignment of payments to third parties.





Delivery (1)

• □ Food procurement – Timing is essential in WFP contracts. Suppliers are expected to strictly adhere to delivery times stipulated in the contract. Any breach of this vital condition entitles WFP to repudiate a contract. The tender documents specify the 2010 INCOTERMS on which the suppliers are invited to bid. Typically, WFP asks for FOB (free on board), CFR (cost and freight), DAP (delivered at place), or FCA (free carrier) terms.





Delivery (2)

Goods and Services – Non-food purchases are typically made on a DAP (delivered at place) basis if delivered to WFP Headquarters or purchased locally. International purchases, either shipped to or made by country offices, are normally on CIP (carriage and insurance paid to) or CIF (cost, insurance and freight) terms. Payment for non-food purchases is usually made within 30 days of presentation of documents or delivery, depending on the contracted delivery terms.





Tax exemption

• Food, goods and services purchased by WFP are exempt from all taxes and customs duties. However, in some rare cases, recipient governments may levy taxes and customs duties. In such cases, WFP expects the supplier to contact WFP immediately to determine a mutually acceptable solution.



