



Performance Agreement

Between the United Kingdom of Great Britian and Northern Ireland and the World Food Programme



Why providing humanitarian assistance is important

- 1. The world is faced with a growing number of humanitarian crises, lasting longer and affecting a growing number of countries and individuals. In 2017, the humanitarian system has faced a number of challenges including conflict, famine and disease still threaten millions of lives in Yemen, Somalia, South Sudan and Nigeria; devastation has been wrought by Hurricane Irma and Maria; and man-made conflict has caused thousands to flee Myanmar for Bangladesh. Reducing humanitarian need over the coming years will be key to achieving the Sustainable Development Goals (SDGs) and ensuring no one is left behind.
- 2. As an outward facing and generous nation, Britain continues to play a leading role in responding to humanitarian need and building a global crisis response system which is fit for purpose. By doing so, Britain helps to build a safer, more stable and prosperous world which benefits all.
- 3. The UK has more than doubled its humanitarian funding in the last five years, reaching £1.4 billion in 2015/16. We have responded to 32 crises including providing clean water for over 3.2 million people affected by war in Syria; shelter for 200,000 people in the aftermath of the earthquake in Nepal; 2,800 tonnes of aid to make Sierra Leone Ebola-free; clean water, hygiene and sanitation to 430,000 displaced Iraqis; and emergency support for the victims of war in Somalia, South Sudan and the Lake Chad region.
- 4. The UK's Multilateral and Bilateral Development Reviews made clear the UK's intention to use UK aid to make a transformational change to the wellbeing of the poorest people around the world. The UK was also a driving force behind the 2016 World Humanitarian Summit, where the world agreed a clear vision for a radically improved humanitarian system. As one of the largest humanitarian donors, we will use our funding to support progress in delivering reform, particularly through a more efficient and effective UN-led humanitarian system that can meet vulnerable people's long-term needs.

The importance of the World Food Programme

5. The World Food Programme (WFP) is the world's largest humanitarian organisation and the UN's frontline agency with a mandate to combat global hunger. It is funded entirely by voluntary contributions and around 20% of international humanitarian assistance from government donors goes to WFP. WFP is uniquely placed to deliver humanitarian assistance (food assistance, transport and communication services to the whole humanitarian community) to the most vulnerable in hard to reach places.

UK support and engagement with the World Food Programme

- 6. UK support and engagement with WFP is considerable; reflecting our shared commitment to ensuring that UK humanitarian aid reaches the most in need in a principled, timely and efficient way. WFP is a critical humanitarian partner for the UK, receiving almost 23% of DFID's total humanitarian funding (core and bilateral). In 2015/2016 DFID's total contribution to WFP was £264million (of which £41.6million was core funding). In 2015 UK support to WFP helped contribute to:
 - direct assistance for 76.7 million people in 81 countries, of which 50 million were in emergencies
 - increasing women's decision-making over the use of food and cash in their homes in 55 countries

- providing specialised support to 7.6 million malnourished children
- the distribution of 3.2 million metric tons of food.

Reforming the United Nations System

- 7. The UK is a committed member of the UN recognising its unique mandate and the critical role it plays in responding to global challenges, as a key part of the rules-based international system. Our vision is an effective UN that fulfils its key objectives as outlined in the UN Charter; and a UN that can respond effectively to the changing challenges of our time, building and sustaining peace, preventing conflict, responding effectively to humanitarian crises whilst preparing and delivering for the longer term.
- 8. A year on from agreeing the Sustainable Development Goals and the vision of the World Humanitarian Summit, and with unprecedented humanitarian needs continuing to grow, we require more from the UN system than ever before. The system needs to step up to meet this challenge, becoming more transparent, efficient and accountable. Fundamental to this is action on sexual abuse and exploitation, to ensure the strongest possible measures are in place to protect vulnerable populations, especially children.
- 9. It is firmly in the UK's national interests to work towards an international humanitarian system fit to withstand the challenges of 2017 and beyond. UN humanitarian agencies remain key agents for delivering international responses at scale. The UK will provide core humanitarian funding to the World Food Programme (WFP) and six UN agencies Central Emergency Response Fund (CERF); Office for the Coordination of Humanitarian Affairs (OCHA); United Nations High Commissioner for Refugees (UNHCR); UN Children's Emergency Fund (UNICEF); World Health Organisation (WHO); and International Organisation of Migration (IOM). Core funding will support agencies to maintain their capacity to respond rapidly to urgent humanitarian needs, shore-up operations in neglected or protracted crises and provide core services from headquarters.
- 10. The UK and WFP want to see commitments made at the World Humanitarian Summit, in particular, the 'Grand Bargain' between the main humanitarian agencies and bilateral donors, implemented as soon as possible. We are determined that the UK's core voluntary contribution is also linked to ambitious reforms across the system. For the first time, we will make the release of 30% of funds contingent on all agencies working together to deliver WHS and Grand Bargain commitments, aligned with the key improvements identified in the UK's 2016 Multilateral Development Review as vital for the humanitarian system. These include leadership and collaboration, effectiveness, and accountability and transparency. Agencies will also need to do more to protect the most vulnerable people in crises.
- 11. Four years of un-earmarked core humanitarian funding (amounting to £160m in total) will be provided to WFP to support faster and more flexible humanitarian response. This will be underpinned by an individual Results Framework to allow DFID to track the results that UK funding helps to achieve. 30% of these funds from Year 2 will be dependent on achievement by WFP and the other UN Humanitarian Agencies within the UN Humanitarian Business Case of joint performance criteria that contribute to system-wide reform.

Performance Agreement Criteria

12. To support UN reform efforts and to ensure the UK taxpayer's contributions deliver the greatest possible impact, we have agreed four areas which *all* UN humanitarian agencies will prioritise for further improvement. These priority areas are underpinned by specific quantitative targets to be met by all partners for performance-conditional funding to be released.

Leadership and Collaboration

- 13. In this time of acute humanitarian need, more effective leadership and coordination are crucial to ensure available funds can make the greatest impact. Competition for resources among agencies must give way to greater collaboration to deliver the best possible collective outcomes for people in need, regardless of legal status or what agencies can supply. In protracted or recurrent crises, more coherence between humanitarian and development action is vital in order to shrink humanitarian needs over the long term and achieve the SDGs.
- 14. To secure the UK's performance-conditional funding, WFP will:
 - Contribute to high quality joint impartial and timely assessments of need.
 - Contribute to a common, multi-year and comprehensive response plan that draws on the expertise of humanitarian and development actors and engage where possible with national authorities.

Effectiveness

- 15. A more effective response system should support countries at risk of humanitarian crises to be more resilient and prepared, well before disaster strikes. When an international humanitarian response is activated, aid should be delivered in the most effective and efficient way, offering the best value for money. Cash transfers, particularly digital transfers, are faster, safer and more cost-effective than providing relief in-kind, and they support local economies. We want to see cash transfers being used systematically, and at scale, wherever appropriate.
- 16. To secure the UK's performance-conditional funding, WFP will:
 - Ensure it **manages risk more effectively**, using risk analysis to target investment in emergency preparedness in high-risk countries and respond faster and better.
 - **Increase the use and coordination of cash-based programming** to deliver more efficient and effective responses.

Transparency and Accountability

17. We need more transparent and accountable humanitarian responses. The UK wants to able to track in real time what UK humanitarian funding pays for and delivers, using improved, consolidated and open data. Beyond agencies being accountable to donors such as the UK, we also want to see much greater accountability of the UN-led humanitarian system towards populations affected by crises. Agencies should ensure that affected people are better informed, allowed to participate in the decisions that affect them and ultimately empowered to make choices for themselves.

- 18. To secure the UK's performance-conditional funding, WFP will:
 - Role-model transparency on financing and operations, working towards improved scores according to the International Aid Transparency Initiative.
 - Invest in systems that **communicate with and seek feedback from affected populations** to improve humanitarian responses.

Protection of Vulnerable People

- 19. For the UN humanitarian agencies we will also expect to see collective action to improve the <u>protection of vulnerable people.</u> The UK and our UN partners believe that upholding people's basic rights and freedoms in times of crisis is a moral duty. Protection should be at the centre of humanitarian action, with agreed standards to ensure the safety and dignity of those most marginalised and vulnerable in times of crises.
- 20. To secure the UK's performance-conditional funding, WFP will:
 - Contribute to comprehensive protection strategies that address the needs of the most vulnerable in crises (most often women and children, people with disabilities and older people).

Performance Management

- 21.WFP's performance against this agreement and the criteria within it will be assessed during an Annual Review processes, Strategic Dialogues and through DFID reporting/review requirements, including impartial independent monitoring and evaluation, if required. A decision will be made thereafter on the release of performance-conditional funding as of Year 2.
- 22. The UK is a member of WFP's Executive Board and will work to support independent scrutiny of WFP, and ensure that it is following best practice in seeking value for money.
- 23.DFID and WFP have a zero tolerance approach towards fraud, bribery, theft, terrorist financing and corruption and any other misuse of funds.
- 24.WFP will work with DFID to address the suggestions from the completed Central Assurance Assessment.
- 25. This Performance Agreement will be updated annually and re-published with refreshed targets for WFP future performance as required.

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