

## MODULE 3.ANALYSIS AND MONITORING



- In this module:
  - **Cost Efficiency**
  - Risk Analysis
  - Risk Mitigation
  - Financial Control
  - Quality Control

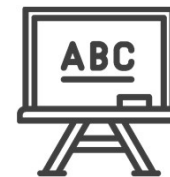
## ACTIVITY :VALUE FOR MONEY

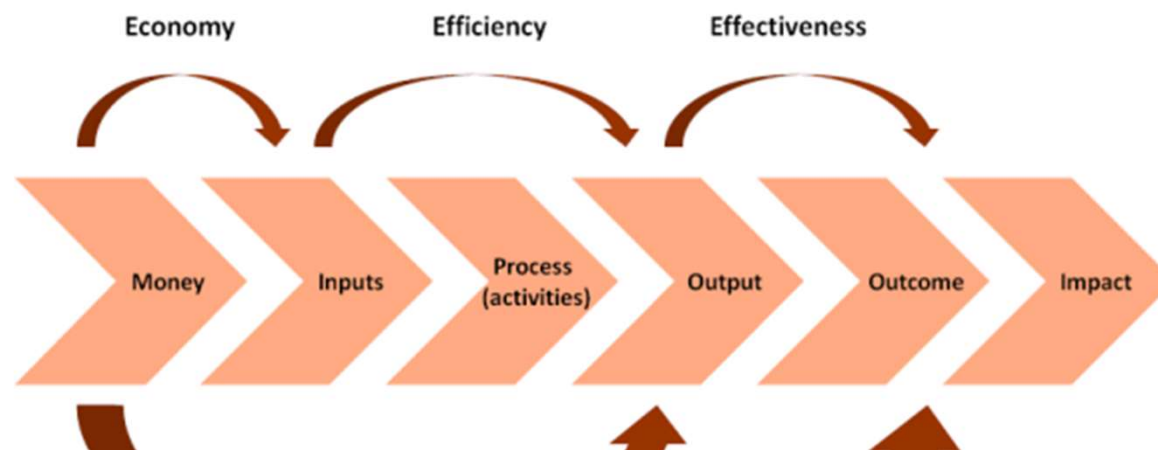
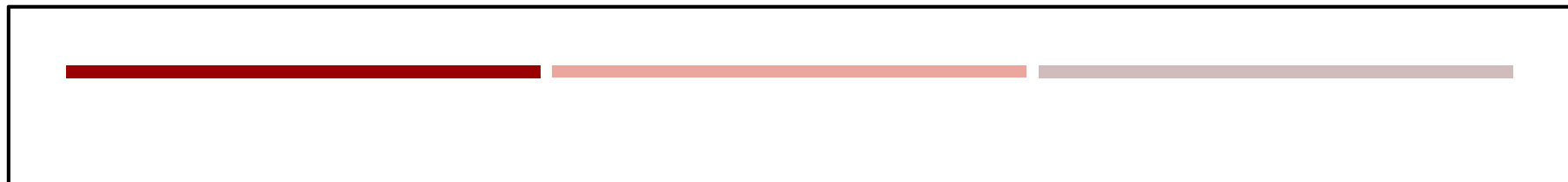
- Which one will you choose?



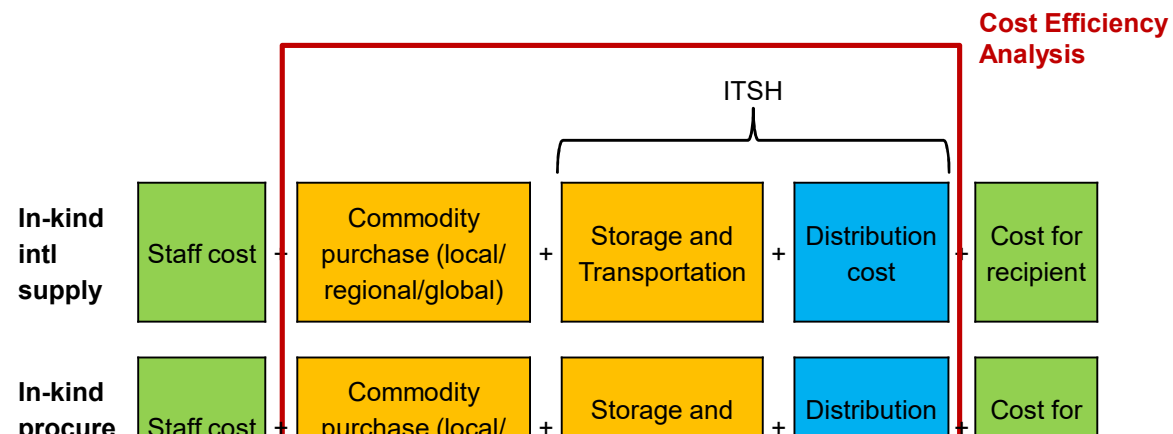
## DEFINITION COST-EFFICIENCY & COST-EFFECTIVENESS

- **Efficiency**: how well inputs are converted to the output
- **Cost-efficiency**: how much it costs to achieve an output
- **Effectiveness**: how well outputs are converted to outcomes and impacts (such as food consumption, food diversity, nutrition, health, income, income)





## COST-EFFICIENCY AND COST-EFFECTIVENESS



## TASK 1 – MODULE 3

### Cost efficiency calculation



- **Assignment:** Please calculate the cost for each response option and determine the most cost-efficient option
- **Tip:** calculate the cost for the food basket (for each modality)

- Card cost: CHF 0.5 per card

- Other distribution cost: CHF 0.5 per household

- E-voucher distribution:

- E-voucher system cost: 5% of transfer value

- Equipment cost: CHF 1.5 per household

- Other distribution cost: CHF 0.5 per household

## KEY TAKEAWAYS

- Operational choices have significant impact on the cost of implementation
- Costs may not be the driving factor in selecting a modality or mechanism, but it is impossible to make a decision without understanding the cost implications

