

FINANCIAL UPDATE, INCLUDING FORECAST

BOARD MEETING

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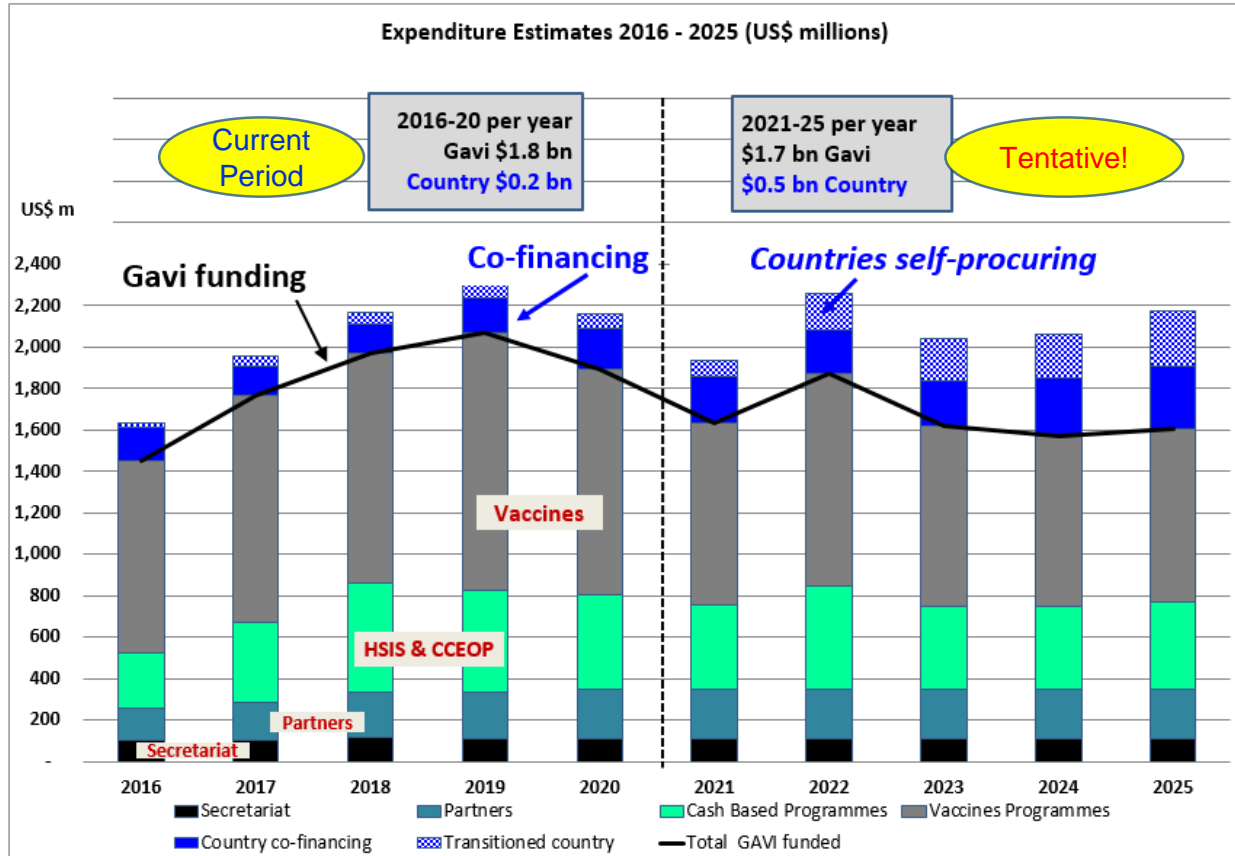
29-30 November 2017, Vientiane, Lao PDR



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Financial Forecast

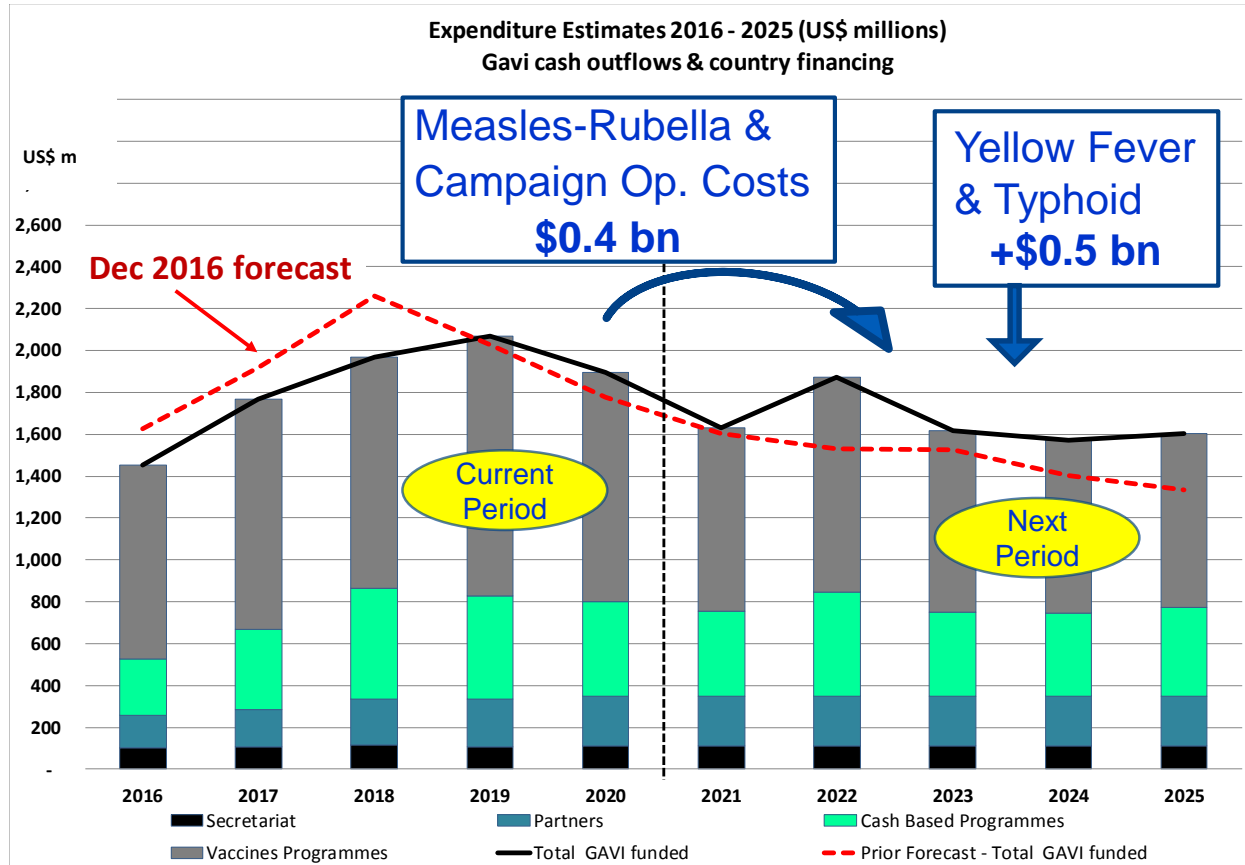
Expenditure Forecast



Country financing is increasing

Gavi expenditure peaks during 2016-2020 ... as countries transition

Comparison with December 2016 forecast



Prior to
2018 VIS

Typhoid
estimates
indicative

Estimated cost of meeting demand in 2016-2020 is 4% less than was forecast a year ago

US\$ million

	2016-20			Forecast Nov 2017
	Forecast Dec 2016	Change		
Pneumo Rota Penta	3,764	(62)	-2%	3,702
Yellow Fever	320	(1)	0%	319
HPV	424	(69)	-16%	355
IPV	241	10	4%	251
Other vaccines	562	2	0%	564
Measles-Rubella	533	(239)	-45%	294
Campaign op. costs & VIGs	686	(165)	-24%	521
HSS & CCEOP	1,611	(3)	0%	1,608
PEF-Programmatic	810	111	14%	921
Secretariat & PEF - OPEX	655	(17)	-3%	638
Total Expenditure	9,606	(431)	-4%	9,175
	100%			96%

US\$ 0.4 billion of demand is shifting to 2021-2025

Resources available to meet demand in 2016-2020

US\$ million

Resources Available

Direct contributions - confirmed
 Direct contributions for IPV
 IFFIm Proceeds
 AMC Proceeds
 Investment Income

Total Inflows

Amount available from Cash &
 Investments Reserve excess

Assured resources 2016-2020

Allowance for additional direct
 contributions, not yet pledged

Qualifying Resources

	2016-20			
	Forecast Dec 2016	Change		Forecast Nov 2017
Direct contributions - confirmed	6,795	76	1%	6,871
Direct contributions for IPV	245	24	10%	270
IFFIm Proceeds	1,314	(364)	-28%	950
AMC Proceeds	492	39	8%	530
Investment Income	150	72	48%	222
Total Inflows	8,996			8,844
Amount available from Cash & Investments Reserve excess	492	(21)	-4%	471
Assured resources 2016-2020	9,488			9,315
Allowance for additional direct contributions, not yet pledged	425	(80)	-19%	345
Qualifying Resources	9,914	(254)	-3%	9,660
	100%			97%

To fund the
**US\$ 0.4 billion shift in
 demand**
**IFFIm proceeds can be
 deferred to 2021-2025**

Decisions for consideration - Financial impact

US\$ million		Decision amount	Already in Forecast	Addition to Forecast	Document #
(a) PEF budget (2018-2019)	Reviewed by AFC	448	448	0	07
Secretariat budget (2018-2019)		223	223	0	
(b) PNG Strategy *	Reviewed by PPC	up to 20	0	20	15
<i>Investment return: Direct Health impact</i>					
(c) Typhoid Window **	Reviewed by PPC	102	102	0	08
<i>Investment return: Direct Health impact</i>					
Additional programmes reviewed, but not currently recommended, by the PPC					
Nigeria Strategy		up to 50	0	50	
Technical assistance post transition for high-risk countries		up to 70	0	70	
				120	

Per Table 1

The decisions add ~US\$ 20 million to forecast expenditure

Potentially **US\$ 485 million** could be available after foreseen needs and the decisions

Per Table 1

	2016-2020	Post Berlin Meeting Jan 2015 (incl IPV)	Last Forecast Dec 2016 Board	Change upon updating estimates	Impact of decisions for consideration in Nov 2017	New Forecast Nov 2017 Board
A	Qualifying Resources	10,261 \$10.3 bn	9,914 \$9.9 bn	(254)		9,660 \$9.7 bn
	<i>Includes the Allowance for further Direct Contributions of \$345m, which depends on extension of pledges through 2020</i>					
B	Forecast Expenditure	9,809 \$9.8 bn	9,606 \$9.6 bn	(452)	20	9,175 \$9.2 bn
A-B	Available for future investments	452 \$0.5 bn	307 \$0.3 bn	198	(20)	485 \$0.5 bn
	<i>Amount available, if the Allowance for further Direct Contributions is excluded</i>					
						141

Depends on pledges being extended to 2020

Recommendation:

The Gavi Alliance Audit and Finance Committee recommends to the Gavi Alliance Board that it:

Approve the Financial Forecast as set out in Figures 1 to 4 in Section B of Doc 05 for the period 2016-2025 within which the Secretariat is authorised to allot funding to programmes in 2018 for new programmes and for the continuation and adjustment of funding, in accordance with the Programme Funding Policy.

Thank you



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