
Subject	IFFIm Chair Report
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Category	For Information
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Overview

- This report provides the Board with an overview of the activities of IFFIm's support to date for Gavi's 2021 - 2025 strategic period and expected future capacity.
- The IFFIm Board, in consultation with Gavi and the World Bank (IFFIm's Treasury Manager), are developing a strategy to support Gavi through the 5.0/5.1 strategic period and beyond.
- As part of continued efforts to maximise IFFIm's strategic value for Gavi, the Gavi Secretariat, World Bank, donors and the IFFIm Board are coordinating to establish a Contingent Financing Mechanism to support Gavi's Pandemic Preparedness and Response (PPPR) work.
- IFFIm has reviewed administrative aspects of its operations including the United Kingdom's annual rating of IFFIm as A+, Moody's revised credit rating outlook to stable and a joint session with the Gavi Audit and Finance Committee. Additionally, recruitment for the IFFIm Board is underway.
- Annexed hereto, is the IFFIm Chair Report to be presented and discussed during the forthcoming Gavi Board meeting.

Annexes

Annex A: IFFIm Chair Report

IFFIM CHAIR REPORT

BOARD MEETING

Doris Herrera-Pol acting for Kenneth Lay

6 December 2023

Accra, Ghana

gavi.org



Annex A



IFFIm contribution to Gavi's funding requirements

- In the **2021-2025** period (Gavi 5.0/5.1) IFFIm has the capacity to provide **US\$ 3.2 billion** for core programmes and COVAX Advance Market Commitment (AMC) support
 - US\$ 2.2 billion for core funding
 - US\$ 975 million for COVAX AMC
- **Through 2023**, IFFIm has provided **US\$ 2.5 billion**
 - US\$ 1.5 billion for core funding
 - US\$ 975 million for COVAX AMC
- The **remaining capacity** for the period is **US\$ 690 million**
- IFFIm has provided c. 18% of Gavi resources to countries since 2006
- Ready to support Gavi in the next strategic period

IFFIm: an important tool for donors' participation in Gavi programmes

- In consultation with Gavi and the World Bank (IFFIm's Treasury Manager), the IFFIm Board is developing a strategy to support Gavi 6.0 and related resource mobilisation efforts
- IFFIm's flexible financing model strengthened Gavi's funding strategy in 5.0 and will be key in the next strategic period
 - Frontloading: new vaccines
 - Financial efficiency and flexibility: smoothing payment flows
 - Broader uses, such as CEPI
 - Surge financing: emergency needs and Day Zero Financing Facility (DZF)
- IFFIm is expected to have c. US\$ 400 million in assured resources for the next strategic period

IFFIm can be a useful element in Gavi's work in PPPR ^{Annex A}

- The proposed IFFIm Contingent Financing Mechanism (CFM) forms part of Gavi's DZF
 - Under the CFM, donors sign contingent grants now that can be rapidly activated in a future pandemic
- This allows Gavi to have assured resources significantly faster than what occurred in the past. IFFIm donors are supportive of progressing the CFM.
 - The CFM can offer donors benefits that are distinct from other pandemic financing instruments
 - Gavi's engagement in discussions on PPPR financing ensures the CFM is in line with global timelines
- IFFIm's ability to provide surge financing is tried and tested
 - IFFIm was an important element of Gavi's COVID-19 pandemic response
 - Enables donors to spread out fiscal commitments in times of competing priorities

Recent news and activities

- UK FCDO annual review rated IFFIm A+
- IFFIm's rating outlook revised to stable from negative by Moody's
- Board Recruitment and succession planning
 - Ken Lay renewed his term as Chair for 2 years
 - Additional recruitment is underway
- Joint session with the Gavi Audit and Finance Committee
 - A consultation with Gavi's strategy team on preparing the 6.0 strategy

Thank you