FINANCIAL FORECAST AND PROGRAMME FUNDING REQUEST

BOARD MEETING
Barry Greene
2-3 December 2015, Geneva
Financial forecast 2016-2020

• Updates the Board on Gavi’s financial outlook through 2020

• Explains evolution since the January 2015 Replenishment

• Provides visibility on financial implications of all decisions (at this meeting) and their impact

• Flags potential future needs not yet in the forecast

Overview of resources to meet expenditure in 2016-2020

<table>
<thead>
<tr>
<th>US$ million</th>
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</thead>
<tbody>
<tr>
<td>Post Berlin meeting Jan 2015</td>
</tr>
<tr>
<td>Prior to proposed Board decisions</td>
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<tr>
<td>Including proposed Board decisions</td>
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<tr>
<td>Resources Available</td>
</tr>
<tr>
<td>US$m</td>
</tr>
<tr>
<td>Assured resources 2016-2020</td>
</tr>
<tr>
<td>Available from 2015 (forecast)</td>
</tr>
<tr>
<td>Allowance for additional contributions, not yet pledged</td>
</tr>
<tr>
<td>Qualifying Resources</td>
</tr>
<tr>
<td>Forecast Expenditure</td>
</tr>
<tr>
<td>Vaccine programmes</td>
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<tr>
<td>Cash-based programmes</td>
</tr>
<tr>
<td>Provision for Strategic Investments</td>
</tr>
<tr>
<td>PEF and Secretariat engagement</td>
</tr>
<tr>
<td>Forecast Expenditure</td>
</tr>
<tr>
<td>A-B</td>
</tr>
<tr>
<td>Available for future investments</td>
</tr>
</tbody>
</table>

Funding decisions for consideration now US$ m

| Programme Funding Envelope for 2016 (in this paper) |
| 2,827 | 0 |
| PEF budget 2016-2017 (Doc. 07) |
| 348 | 0 |
| Secretariat budget 2016-2017 (Doc. 07) |
| 211 | 0 |
| Strategic investments for consideration now |
| 4 Measles-Rubella strategy (Doc. 13) | 798 | 219 |
| Impact: ~320k additional deaths averted |
| 5 India strategy (Doc. 14) | 500 | 280 |
| Impact: ~440-860k deaths averted with total India investment of $500m |

Potential future investment opportunities US$m

| Cold Chain Equipment (2018-20) | 190-260 | Potentially much more, if all equipment is modernised |
| IPV post 2018 | 150 |
| Ebola | 55-255 |
| Malaria | ??? |

Post Berlin meeting Jan 2015
Change upon updating estimates
Impact of proposed Board decisions
Include IPV (2016-18)
US$m
(50.4 bn)
(9.8 bn)
(9.8 bn)
(9.8 bn)
(9.5 bn)
(5.1 bn)
(0.6 bn)
(5.1 bn)
Programme Funding Envelope for 2016
PEF budget 2016-2017
Secretariat budget 2016-2017
Measles-Rubella strategy
India strategy
Cold Chain Equipment (2018-20)
IPV post 2018
Ebola
Malaria

Figure 1 (new)
Country demand to 2020 (figure 2)

Expenditure Estimates 2011 - 2020 (US$ millions)
Gavi cash outflows & Country co-financing

- **2013-15 average per year:**
  - $1.7 bn Gavi-funded
  - $0.1 bn Country co-financed

- **2016-20 average per year:**
  - $1.9 bn Gavi-funded
  - $0.2 bn Country co-financed

- **Country share is increasing**
- **Gavi $ amount will decline from 2018**
Needs & resources 2011-2015

**Needs & Resources for 2011-2015**

- **Needs**
  - $7.0 bn
  - Existing Programmes

- **Resources**
  - $7.4 bn
  - Assured Resources

$0.4 bn available for 2016-20

**Board meeting**
2-3 December 2015
Needs & resources through 2020

**Needs & Resources for 2011-2015**

- **Needs**: $7.0 bn
- **Resources**: $7.4 bn
- **Assured Resources**: $6.3 bn
- **Existing Programmes**: $7.0 bn

**Needs & Resources for 2016-2020**

- **Needs**: $9.5 bn
- **Resources**: $9.8 bn
- **Available for new needs**: $0.3 bn
- **Required Reserve**: $1.1 bn

- **M-R & India strategies**: $0.5 bn
- **Expected Future Requests**: $2.7 bn
- **Existing Programmes**: $8.9 bn

**Board meeting**

2-3 December 2015
$300m available for new future needs

‘Needs’ include all decisions proposed at this meeting


Needs & Resources for 2016-2020

2016 - 2020

$0.3 bn

Required Reserve $1.1 bn

$9.5 bn

M-R & India strategies

Expected Future Requests

$8.9 bn

$9.8 bn

Allowance for direct contributions

$0.4 bn From 2015

$0.5 bn

$0.6 bn AMC, Investment income, etc.

$1.3 bn IFFIm Proceeds

$7.0 bn Direct Contributions

$6.3 bn

Existing Programmes

$2.7 bn

Assured Resources

$300m available for new needs

Needs

Resources

Board meeting
2-3 December 2015
## Funding decisions for consideration at this Board meeting

<table>
<thead>
<tr>
<th>Decision amount (US$m)</th>
<th>Programme Funding Envelope for 2016 (in this paper)</th>
<th>PEF budget 2016-2017 (Doc. 07)</th>
<th>Secretariat budget 2016-2017 (Doc. 07)</th>
<th>Measles-Rubella strategy (Doc. 13)</th>
<th>India strategy (Doc. 14)</th>
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<tr>
<td>Decision amount</td>
<td>2,827</td>
<td>348</td>
<td>211</td>
<td>798</td>
<td></td>
</tr>
<tr>
<td>Already in Forecast</td>
<td>2,827</td>
<td>348</td>
<td>211</td>
<td>579</td>
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</tr>
<tr>
<td>Addition to forecast</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>219</td>
<td></td>
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*Strategic investments*

### 4 Measles-Rubella strategy

*Impact: ~320k additional deaths averted*

### 5 India strategy

*Impact: ~440-860k deaths averted with total India investment of $500m*
Decision: Financial Forecast and Programme Funding Request (1/2)

The Gavi Board is requested to:

2016 Envelope for “unrestricted” countries

- **Approve** a 2016 Programme Funding Envelope for unrestricted countries from which the Secretariat, under the Programme Funding Policy, shall allot funding to programmes until 31 December 2016, to:
  
i. Endorse or adjust previously endorsed amounts of programme multi-year budgets for existing programmes and new cash programmes for an aggregate amount not exceeding US$ 2,807 million. (These endorsements would constitute acknowledgement of such budget amounts at the time of allotment but would not constitute a funding approval, decision, obligation or commitment of the GAVI Alliance or its contributors.)

  ii. Establish or adjust near-term liabilities of the GAVI Alliance in respect of endorsed programme budgets for periods ending no later than 31 December 2016 for an aggregate amount not exceeding US$ 1,264 million. (These amounts are a sub-component of endorsed programme budgets.)
Decision: Financial Forecast and Programme Funding Request (2/2)

The Board in session without the participation of US citizens and residents is requested to:

2016 Envelope for “restricted” countries

- **Approve** a 2016 Programme Funding Envelope for restricted countries from which the Secretariat, under the Programme Funding Policy, shall allot funding to programmes until 31 December 2016, to:
  
i. Endorse or adjust previously endorsed amounts of programme multi-year budgets for existing programmes and new cash programmes for an aggregate amount not exceeding US$ 20 million. (These endorsements would constitute acknowledgement of such budget amounts at the time of allotment but would not constitute a funding approval, decision, obligation or commitment of the GAVI Alliance or its contributors.)
  
ii. Establish or adjust near-term liabilities of the GAVI Alliance in respect of endorsed programme budgets for periods ending no later than 31 December 2016 for an aggregate amount not exceeding US$ 5 million. (These amounts are a sub-component of endorsed programme budgets.)