

Health Campus option for Geneva office space

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*GAVI Alliance Board meeting
Dar es Salaam, Tanzania, 4-5 December 2012*



Geneva office space – currently

- Current lease runs through 2016, renewable for 5 years 2017-2021
- GAVI is the sole tenant
- Space is adequate for our needs
- Rent: \$2.5m per year

Geneva office space

Option 1: Health Campus

- A hub for non-commercial global health organisations
- Located close to WHO and UNAIDS
- Land provided by Canton of Geneva, at low cost, to attract International Organisations
- Global Fund will rent about 65%; GAVI would need about 20%; others also interested
- Offers rent saving of \$ 0.5 – 0.7 million per year (22%-27%) to GAVI

Location

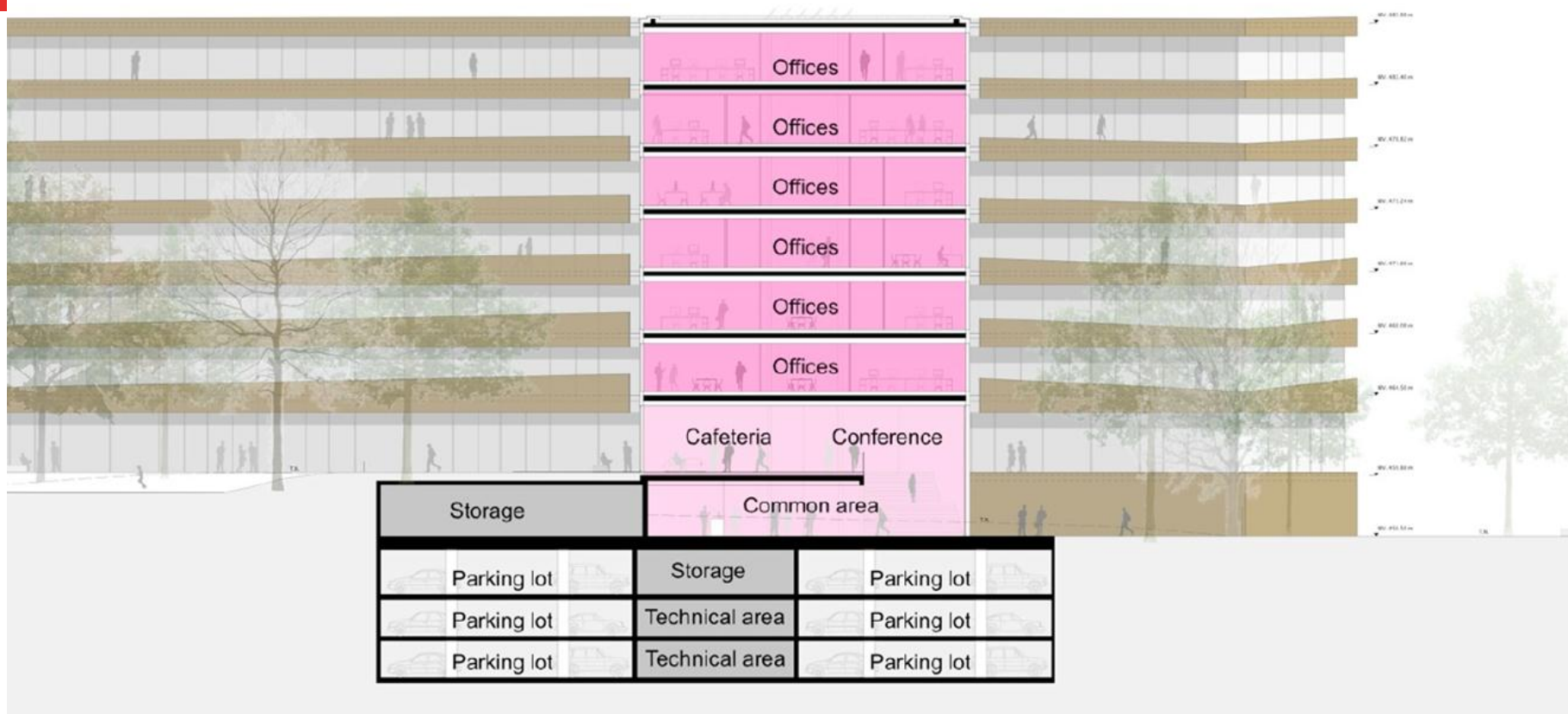


GAVI Alliance Board meeting
4-5 December 2012

Geneva Health Campus



Offices on 6 floors, each in 3 wings Cafeteria & conference area on ground level



Health Campus – pros

- Significant annual cost saving \$ 0.5 – 0.7 million, after recovering one-time costs
- Potential for further efficiencies through sharing facilities and services
- Proximity to other actors in global health, offering opportunities for collaboration

Health Campus – cons

- Risk of dilution of GAVI identity – lack of differentiation of strengths and weaknesses
- Co-location with a much larger tenant – might be seen as ‘Global Fund’ building
- Moving into a new, large building – perception of setting down roots, becoming part of the ‘health establishment’
- Closer working relationships may lead to synergies, but also may inhibit innovation

Geneva office space – other options

Option 2: Remain in current office building

- Renew current lease for 2017-2021
- Rent reduction is unlikely; could increase

Option 3: Move to other building(s)

- Retains unique space for GAVI
- Cost savings are unlikely in Geneva
- Consider moving some functions to other locations

Summary

- Financial and non-financial pros and cons to be considered
- Health Campus option may require GAVI commitment in first half of 2013
- Seeking Board guidance and, if appropriate, authority for CEO to commit, in consultation with Board Chair and Chair of AFC



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