Long-term funding strategy

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GAVI Alliance Board meeting Washington, DC, USA, 12-13 June 2012



Overview

- Lessons from first replenishment
- Priorities for long-term funding
 - Financing instruments
 - Burden sharing directions
 - Donor diversification







"Saving lives with excellent value for money" -David Cameron London, 13 June 2011



Lessons from first replenishment

Success factors

 Collaborative replenishment model
 Donor commitment &

identification with GAVI mission

3) Compelling evidence

4) Political timing & adaptability

5) Lobbying & building public support

6) Leadership & coordination

Challenges

1) Underdeveloped strategy

2) Limited timeframe &

operational plan

3) Leadership transitions

4) Stakeholder engagement

 Deliver on promise
 Build consensus on sustained replenishment model
 Develop

ecommendations

comprehensive funding strategy

4) Plan early and clarify management of process

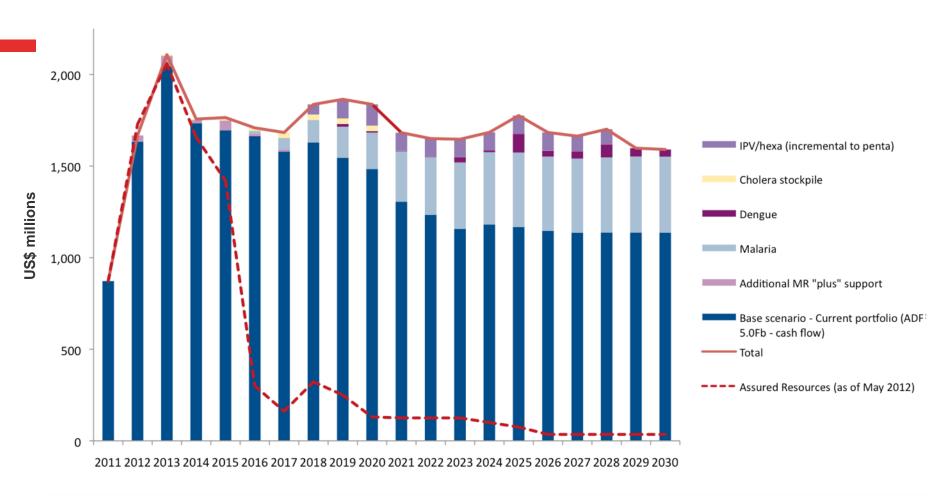
Focus of funding strategy:

- Mix of funding mechanisms
- Sustainable burden sharing
- Consensus building process



ication Guidance

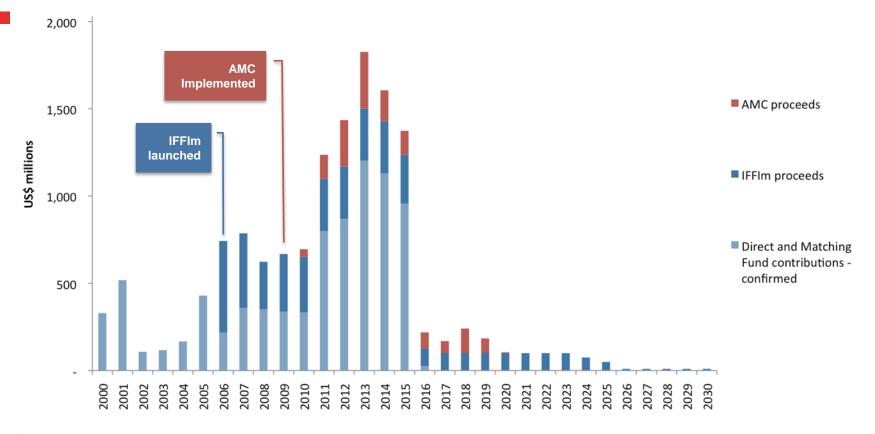
Options for future GAVI expenditures



GAVI

cation Guidance

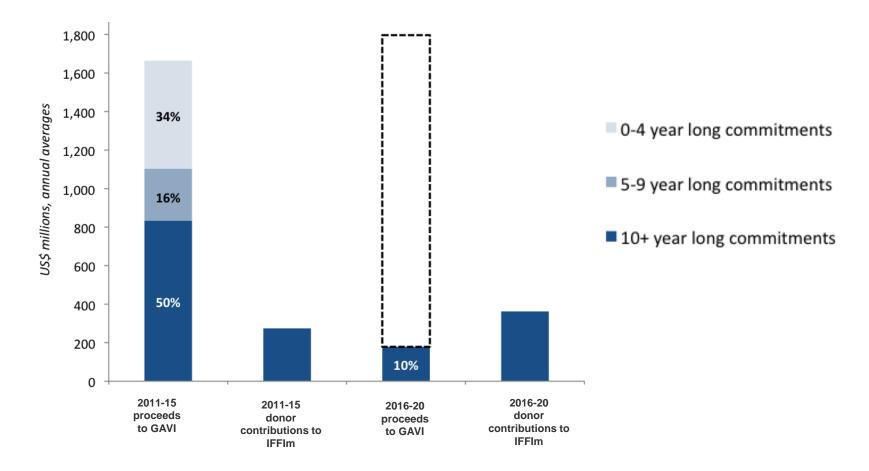
GAVI's assured resources from donors AMC, IFFIm, Matching Fund, direct contributions



In addition to assured resources noted above, GAVI receives approximately 2% of its overall assured resources from the drawdown of cash & investments, and investment income.



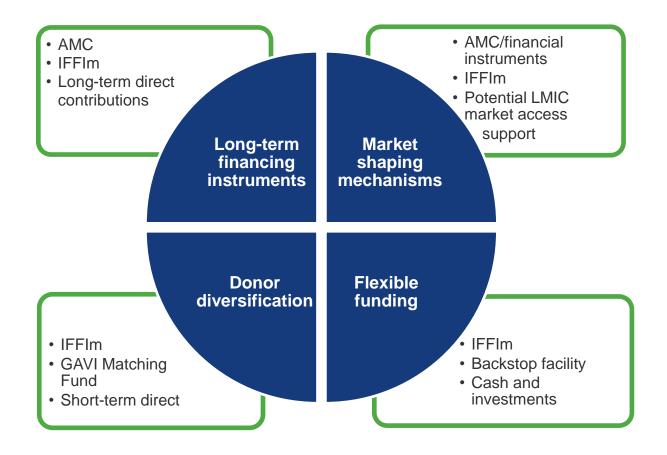
Challenge of mobilising long-term funding





Finance

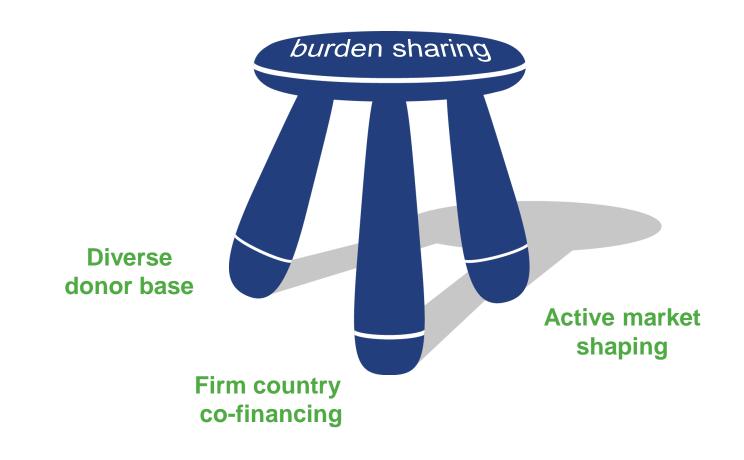
Building a diverse capital structure





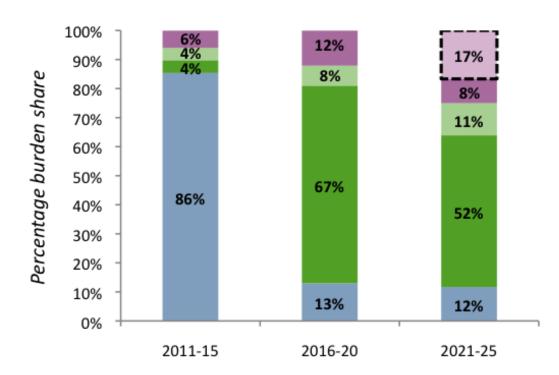
cation Guidance

Moving towards sustainable burden sharing





Burden sharing directions



Illustrative burden shares (base scenario)

Graduated countries

Co-financing

- Resource gap: estimated funds from new donors
- Resource gap: estimated funds from current donors
- Assured resources

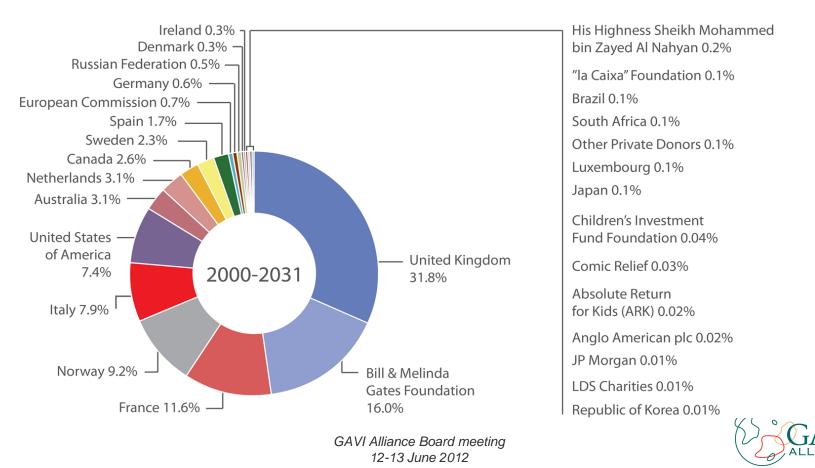


GAVI Alliance Board meeting 12-13 June 2012

Guidance

Diversifying GAVI's donor base

GAVI total contributions and commitments: 2000-2031 as of 1 June 2012 (US\$ 16 billion)



Guidance

Proposed roadmap to resourcing GAVI 2016–20

Phase I	Phase II	Phase III	Phase IV
Exploring and defining GAVI 2016–20	Illustrating GAVI's leadership in immunisation	Resourcing GAVI 2016–20	Delivering GAVI 2016–20
 Milestones: 1. GAVI 2016–20 options defined 2. Consensus built around predictable funding model 3. Long-term funding strategy adopted 	Milestones: 1. Mid-term review successful and donors' confidence built 2. Adjusted GAVI brand launched and advocacy networks strengthened	 Milestones: 1. Evidence base released 2. XX US\$ billion mobilised 3. Firm co-financing & active market-shaping progress 	 Milestones (2016): 1. XX US\$ billion in programmes funded 2. Y number of countries graduated 3. Mid-term review 2018



Early guidance

- Funding model and capital structure
 - Long-term vs. short-term financing
- Burden sharing directions
 - Co-financing vs. donors vs. market-shaping
- Donor diversification
 - De-concentration of donor base
 - New public and private donors





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