

Decision Letter Vietnam Cold Chain Equipment Optimisation Platform Support

This Decision Letter forms a part of the PFA and together with the PFA sets out the Programme Terms of the Programme. Any term used in this Decision Letter but not defined shall have the meaning given to such term in the PFA. The English language version of this Decision Letter shall prevail in the case of any conflict with terms expressed in any other language.

1. Country : Vietnam																				
2. Grant number: VNM-CCEOP																				
3. Date of Decision Letter: 13 May 2020																				
4. Date of the Partnership Framework Agreement: 9 October 2013																				
5. Programme title: Cold Chain Equipment Optimisation Platform (CCEOP)																				
6. CCEOP terms: The aim of the CCEOP support is to support countries with improving their supply chains and contribute to efforts to strengthen the coverage and equity of immunisation; as specified in: <ul style="list-style-type: none"> • The relevant Gavi CCE OP application instructions and form- please contact Gavi for these documents. • The most recent Gavi CCE OP technical guide- please contact Gavi for the guide. • Country's approved CCE OP proposal and any responses to the CCE OP IRC request for clarifications. 																				
7. Programme duration: 2017 - 2021																				
8. Joint investment classification: Country 50% joint investment using, under Gavi's exceptional approval, the national procurement processes of the Ministry of Health in Vietnam. Gavi will contribute 50% as joint investment, through the Unicef procurement mechanism.																				
9. Programme Budget (indicative) : This is the amount of an estimated multi-year budget endorsed by Gavi under the Programme.																				
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th></th> <th style="text-align: center;">2017-2019¹ CCEOP1</th> <th style="text-align: center;">2020 CCEOP2</th> <th style="text-align: center;">2021 CCEOP2</th> <th style="text-align: center;">Total² CCEOP2</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">Gavi maximum Budget (US\$)</td> <td style="text-align: center;">1,612,280</td> <td style="text-align: center;">555,968.30</td> <td style="text-align: center;">443,989.95</td> <td style="text-align: center;">999,958.25</td> </tr> <tr> <td style="text-align: center;">Country maximum Budget³ (US\$)</td> <td style="text-align: center;">1,612,280</td> <td style="text-align: center;">555,968.30</td> <td style="text-align: center;">443,989.95</td> <td style="text-align: center;">999,958.25</td> </tr> <tr> <td style="text-align: center;">Programme Budget (US\$)</td> <td style="text-align: center;">3,224,560</td> <td style="text-align: center;">1,111,936.6</td> <td style="text-align: center;">887,979.9</td> <td style="text-align: center;">1,999,916.50</td> </tr> </tbody> </table>		2017-2019 ¹ CCEOP1	2020 CCEOP2	2021 CCEOP2	Total ² CCEOP2	Gavi maximum Budget (US\$)	1,612,280	555,968.30	443,989.95	999,958.25	Country maximum Budget³ (US\$)	1,612,280	555,968.30	443,989.95	999,958.25	Programme Budget (US\$)	3,224,560	1,111,936.6	887,979.9	1,999,916.50
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¹ The 2019 approved amount of \$711,300 comprises of the endorsed 2019 amount of \$367,505, and 2020 amount of \$343,795 which was included in the Decision Letter dated 11 August 2017.

² This is the total amount endorsed by Gavi for the entire duration of the Programme.

³ This amount includes the standard UNICEF Procurement Services buffer to cover increases in costs resulting from currency fluctuations or other costs variables and will be returned to country at the completion of the contract, if unused. The UNICEF standard Procurement Services handling fee for the country joint investment is in addition to the above *Country Maximum Budget (US\$)* (see relevant section.). Please contact the UNICEF office for further information.

10. Indicative number of equipment and annual amounts: (i.e. Total Platform investment from Gavi and the country) The Country acknowledges that the Gavi portion of the Annual Amount will be disbursed directly to UNICEF SD, and the co-financed portion will be used by the country for national procurement as per the agreed upon cold chain specifications between Gavi, UNICEF and the MoH.

Type of equipment to be purchased with Gavi and country funds in each year	2020	2021
Indicative number of On-grid ice-lined refrigerator (ILR) (without freezer compartment) : 60-<90L	873	-
Indicative number of On-grid ice-lined refrigerator (ILR) (without freezer compartment) : >120L	-	182
Total annual Amount (US\$)	1,111,936.61	887,979.9
Annual Amount from Gavi (US\$)	555,968.30	443,989.95
Total annual Amount from the country (US\$)	555,968.30	443,989.95

11. Financial clarifications: Not applicable.

12. Procurement agency: The country 50% joint investment, under Gavi's exceptional approval, will use the national procurement processes of the Ministry of Health in Vietnam. Gavi will contribute 50% as a joint investment, through the UNICEF procurement mechanism.

13. Procurement fee : As part of the UNICEF Procurement Services modality, country will be responsible for paying a standard Procurement Services fee on the country joint-investment amount. The Procurement Services handling fee is in addition to the above Country Maximum Budget (US\$). A waiver has been granted regarding the requirement for a Service Bundle, and therefore procurement and deployment will be country-led and any associated costs will be paid by the Government. Please contact the UNICEF office for further information.

14. Additional reporting requirements:

Reports and other information	Within 60 days of receiving the decision letter
As part of preparations for the following year's equipment purchase, countries are required to develop (with UNICEF) and submit an operational deployment plan.	Within 60 days of receiving the decision letter.
In accordance with applicable Gavi processes, Country shall report on programmatic and financial performance including (but not limited to) the following indicators as proposed by country: <ul style="list-style-type: none"> Number of equipped facilities replacing CCE with (any) platform-eligible ILR, SDD or long-term passive devices, and irrespective of their funding source; 	As agreed in the Performance Framework

<ul style="list-style-type: none"> • Number of facilities previously without equipment, newly equipped with platform-eligible equipment (i.e. ILRs, SDDs or long-term passive devices); • Well-defined indicator proposed by country to reflect appropriate maintenance of equipment; for example percentage of equipped facilities with functioning cold chain⁴, such as demonstrated by remote temperature monitoring; • Ratio of freeze-free cold boxes/carriers to non-freeze-free cold boxes/carriers in-country; • Submission of yearly updated CCE inventory. <p>The selected indicators should be included in the country's performance framework order to track the results of the replacement and/or expansion plan and/or implementation of the maintenance plan.</p>		
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15. Other conditions: The country is reminded of its obligations under the PFA with respect to insurance and is requested to provide information to Gavi on the steps it has taken in this regard.

The disbursement of Gavi annual amounts is subject to UNICEF's confirmation of receipt of the country's joint investment share.

The country is also reminded that it is responsible for reception at the port of entry, customs clearance and for provision of a waiver of (or, in the absence of waiver, paying for) any taxes or other duties for each consignment of Cold Chain Equipment. Government must provide UNICEF in advance with confirmation of such waivers or payments of taxes and duties, as well as country specific requirements for importation. Country is advised to pay special attention to proposed delivery modes and schedules agreed with the supplier and its local agent when initiating the deployment and commissioning of goods. Alternative forms of installation such as mounting of solar panels on a pole rather than on the roof of the health facility should be identified during the preparation of deployment plans that are shared with UNICEF for costing. Other conditions such as seasonality could also affect the efficiency of the outsourced deployments. If the country has to make unplanned variations to the delivery schedules, such as where conditions for installation and implementation are delayed or in cases of force majeure, the government must develop a deviation protocol to document such cases and any cost implications of such variations. The Government will be responsible for all such costs.

Signed by,
On behalf of Gavi



Pascal Bijleveld
 Director, Country Support
 19 May 2020

⁴ **Indicator definition:** % CCE functioning = (# functioning CCE devices) / (total # of CCE devices designated for use). CCE devices considered for this indicator include all refrigerators, fixed passive storage devices, walk-in cold rooms and freezers designated for string vaccines. Both the numerator and denominator should be collected from the same geographical area / period in time and should not include decommissioned equipment. Functionality of CCE is broadly defined to mean that the device is operable at a particular point in time for storing vaccine.