

Decision Letter

Solomon Islands Health Systems Strengthening Programme

This Decision Letter forms 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.

<p>1. Country: Solomon Islands</p>
<p>2. Programme payment grant number: 1217-SLB-10d-Y Performance payment grant number: 16-SLB-10e-Y</p>
<p>3. Date of Decision Letter: 3 April 2017</p>
<p>4. Date of the Partnership Framework Agreement (the “PFA”): 29 April 2013</p>
<p>5. Programme: Health Systems Strengthening (HSS)</p> <p>For further information about the Programme please refer to:</p> <ul style="list-style-type: none"> • Gavi HSS guidelines and HSS application form available by contacting your Gavi country manager; • Country’s approved grant proposal together with any responses to the HSS independent review committee (IRC’s) request for clarifications; • The workplan and budget document circulated by email describing the expected Programme Activities and Programme Budget as at the Date of the Decision Letter.
<p>6. Gavi performance based funding</p> <p>The Programme shall be subject to Gavi’s performance-based funding (PBF). Under this, the HSS support will be split into two payments: the programmed payment (based on implementation of the Programme) and the performance payment (based on improvements in immunisation outcomes). This means that in the first year, Country will receive 100% of the year one annual amount, as an upfront payment. After year one, countries will receive 80% of the annual amount, based on implementation of the grant. Note that countries whose total grant budget would fall below US\$3 million are exempt from this 80% rule.</p> <p>Country will have the opportunity to receive payments beyond the programme budget amount, for exceptional performance. Such performance payments will be based on performance on immunisation outcome indicators. For any given year, the programmed payment and performance payment may total up to 150% of the country’s year one annual amount (upfront investment).</p> <p>Gavi Secretariat has approved the resumption of disbursements to the Solomon Islands, under the following conditions:</p> <ul style="list-style-type: none"> • 75% of the total USD \$502,810 committed for 2016 under the original HSS Decision Letter (dated December 12, 2014). • The remaining 25% may be disbursed only upon Country’s submission of the 2016 financial reports and pending audit report, and approval of those reports by the Gavi Secretariat. • Disbursement of the Performance-Based Funding, for which the Solomon Islands is eligible, will be disbursed upon receipt and approval of budget and workplan for the use of those funds

Gavi calculation of performance payments for 2014 achievements – Totals:

Given that Country's DTP3 coverage was **at or above 90%** at baseline, which is defined as the year prior to the first year of HSS grant implementation, and based on WHO/UNICEF estimates, Country will be rewarded for sustaining high coverage with:

- 20% of annual country ceiling for maintaining DTP3 coverage at or above 90% and
- 20% of annual country ceiling ensuring that 90% of districts have at or above 80% DTP3 coverage.

Countries with DTP3 coverage >= 90% at baseline					TOTAL Performance payment to the country
Reported DTP3 coverage (WUENIC) at baseline	Eligibility for DTP3 performance payment	Amount of DTP3 performance payment (US\$)	Eligibility for geographic equity performanc e payment	Amount of geographic equity performance payment (US\$)	
	Eligible	US\$ 120,000	Not eligible	US\$ 0	US\$ 120,000

Solomon Islands is not eligible for the geographic equity performance payment because of failure to demonstrate geographic equity in coverage and/or failure to confirm that all districts in the country submitted immunisation coverage reports. Please contact your Gavi senior country manager for further details

Should Solomon Islands wish to request the full details of the calculation method leading to the TOTAL amount of the performance payment, please contact your Gavi senior country manager Alexa Reynolds.

7. Programme Duration: 2012-2017

8. Programme Budget: This is the amount of an estimated multi-year budget endorsed by Gavi under the Programme.

Note that with PBF, annual disbursements may be more or less than these endorsed amounts after the first year.

Programme Year	2012-2015	2016	2017	Total
Programme Budget (US\$)	US\$1,008,620	US\$502,810	US\$ 537,910	US\$2,049,340
Performance payment		US\$ 120,000		US\$ 120,000

9. Annual Amounts: This is the estimated annual amount Gavi has approved to be disbursed under the Programme. The Country acknowledges that:

- (a) a proportion of the Annual Amount may be disbursed directly to an agreed implementing agency, such as WHO and UNICEF, rather than to the Country; and
- (b) each Annual Amount may be disbursed in a number of tranches at quarterly or six-monthly intervals.

Programme year	2012-2015	2016
Annual Amount (\$US)	US\$1,008,620	US\$502,810
Performance payment (\$US)		US\$ 120,000

10. Outstanding comments/clarifications: The Country shall provide the following clarifications to Gavi¹: Not applicable.

11. Documents to be delivered:

- Budget and workplan for the use of Payment-based funds
- External Audit reports for HSS from 2014, 2015 and 2016 by 30 June 2017

¹ Failure to provide the comments/clarifications requested may result in Gavi withholding further disbursements

12. Other conditions: The following terms and conditions shall apply to the Programme.

Any requested adjustments to the Annual Amounts will be subject to Gavi approval. It is essential that Country's Health Sector Coordination Committee (or its equivalent) be involved with this process both in its technical process function and its support during implementation and monitoring of the Programme. Utilisation of Gavi support stated in this letter will be subject to performance monitoring.

If the bank account information most recently provided to Gavi has changed or changes prior to disbursement, the country will need to complete a bank account information form. Please contact gavihss@gavi.org for the form.

Signed by,



On behalf of Gavi

Hind Khatib-Othman

Managing Director, Country Programmes

3 April 2017