



RESOLUTION EB6 / 11

UNITAID Executive Board Meeting

6-7 December 2007

HIV-AIDS 2nd Line ARV Niche

Partner organization: Clinton Foundation HIV/AIDS Initiative - CHAI

The Board of UNITAID takes note of the progress made in 2007 and approves the 2008 budget for the 2nd Line ARV project in an amount not exceeding US\$ 64,4 million. The Board confirms the 2009 "green light status" for the Project, to the amount of US\$ 64,3 million, subject to the submission of a revised budget for 2009.

Lead recipient: Clinton Foundation HIV/AIDS Initiative - CHAI

Purpose:

The purpose of the additional Project Support is two-fold:

- Scaling up the access to Second Line antiretrovirals to reach an additional 60.000 people in 2008, and an additional 90.000 in 2009;
- Influencing the market dynamics to further reduce the price of priority Second Line antiretroviral drug regimens.

Procurement Agent: Missionpharma

Amount:

2008: US\$ 64,4 million

2009: US\$ 64,3 million - "green light" status

Commitment by UNITAID to CHAI is based on the following:

- Satisfactory outcome of the evaluation of the Project, scheduled for the Quarter 2, 2008;
- The allocation to beneficiary countries is consistent with UNITAID's eligibility criteria as adapted by the Board for this Project in 2007;
- Funding may not be used to cover operating costs, nor to pay for administrative expenses (Procurement related costs are subject of an express provision in the Budget);
- There is no duplication of the support covered by this Project and that being provided by UNITAID through its Partners in other projects;
- Initiation of competitive bidding process for the services provided by CHAI by June 2008 for procurement-related services after December 2008 and services; consultation with the CRC before June 2008 concerning competitive bidding process for procurement related services;
- Provision to supply of first line tenofovir and tenofovir FDCs to Namibia, Uganda and Zambia at quantities limited in the proposal and until the end of 2008;
- Implementation of risk mitigation measures to reduce exposure of UNITAID funds to currency fluctuation;
- Standard operating procedures (SOPs) for costs-related clearing, stocking and distribution (CSD) by end Quarter 1, 2008;
- Key Performance Indicators (KPIs), including indicators for assessing specific market impact, by 30 January 2008;
- Amendment of existing legal agreement with UNITAID with appropriate revisions in light of the experience acquired to date.

Condition for disbursement:

Signature of amended Agreement for 2008 with revised budget.



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