

Global Fund Procurement & Supply Updates

Clarisse Morris, MPH, MSc
Global Sourcing Health Technologies
Strategic Sourcing Team
The Global Fund

How we work

We raise funds and support programs



Oversight in Action

- Local Fund Agents in each country monitor the implementation of grants.
- The Global Fund's Office of the Inspector General conducts audits and investigations.
- The Secretariat reports information to the Global Fund Board and the wider public.

Where the Programs Are

Global Fund invests in more than 100 countries worldwide. Approximately 74% of disbursements currently go to countries in sub-Saharan Africa, where HIV and malaria are most graphically concentrated.

3%

Latin America
and the Caribbean

4%

North Africa and
the Middle East

74%

Sub-Saharan
Africa

3%

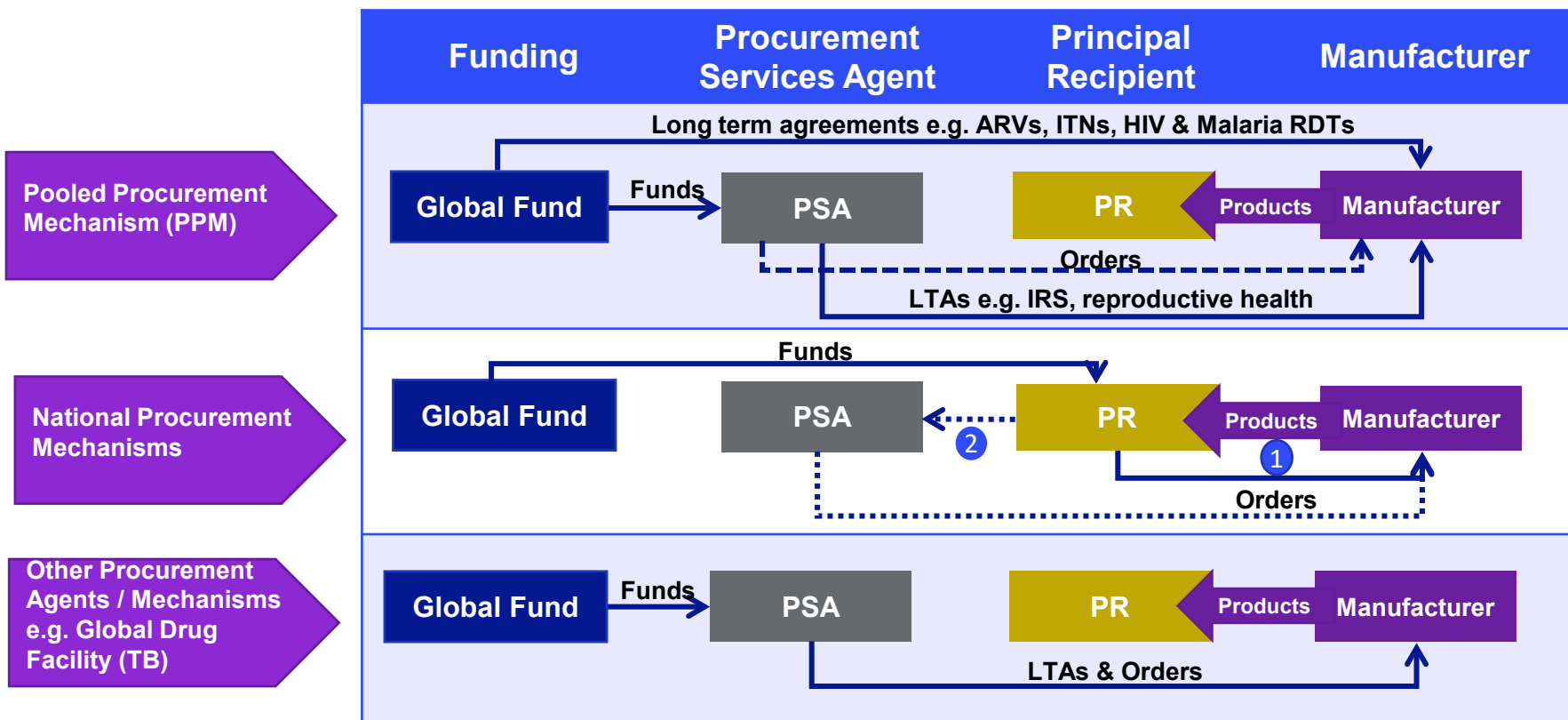
Eastern Europe
and Central Asia

16%

Asia and
the Pacific

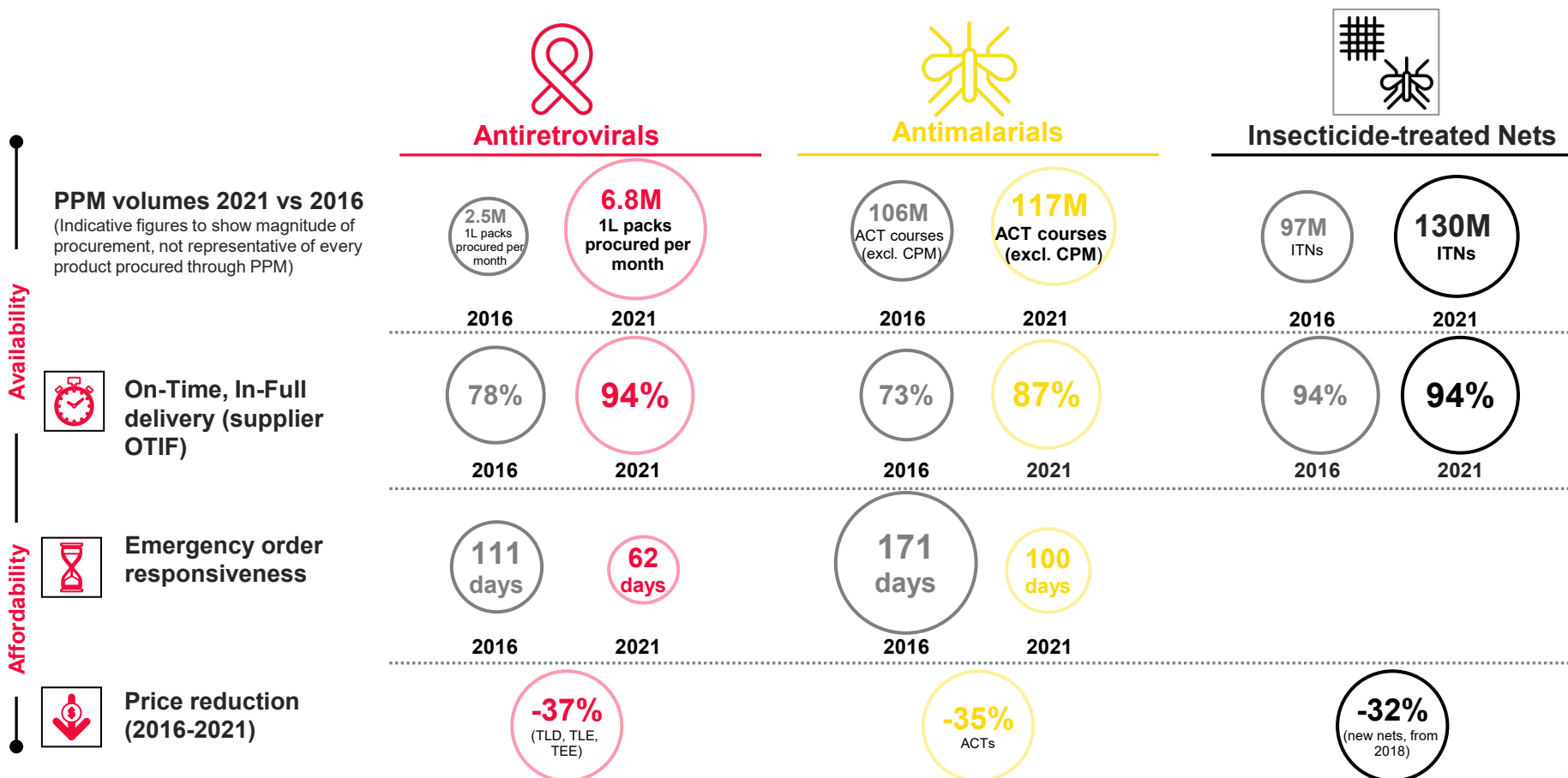
Procurement Channels and Routes to Market

There are several procurement channels - with the Pooled Procurement Mechanism representing around 60% of total annual Global Fund health product spend



Strategic achievements for PPM to date

We continue making strong progress on key metrics including in 2021, despite global supply chain challenges



CPM = Private Sector Co-payment Mechanism for ACTs

PPM procurement / wambo.org dashboard

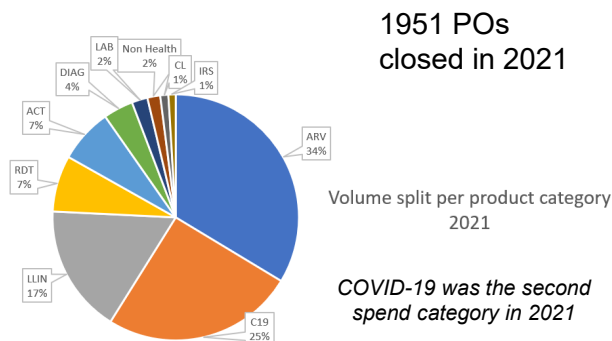
More than 5,000 shipments of health products delivered in 2021, despite international freight and logistics challenges

Connects 2,170 users from 181 organizations in 93 countries (and PSAs, LFAs, Global Fund)



+270 users, +10 organizations, +13 countries when compared to 2020

Processed 2,056 purchase orders for a total value US\$2.2b

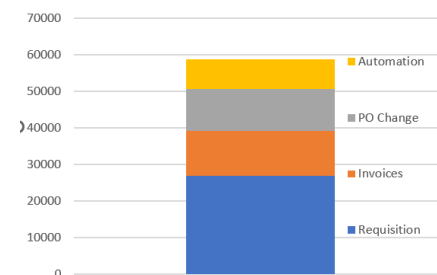


1951 POs closed in 2021

Volume split per product category 2021

COVID-19 was the second spend category in 2021

Facilitated 58,700 approvals recorded in the system



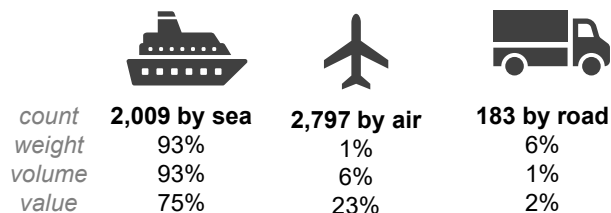
+23,500 approvals when compared to 2020

Processed 11,574 invoices for direct payment worth **US\$1.6b**

Procurement services agents/UN-partners:

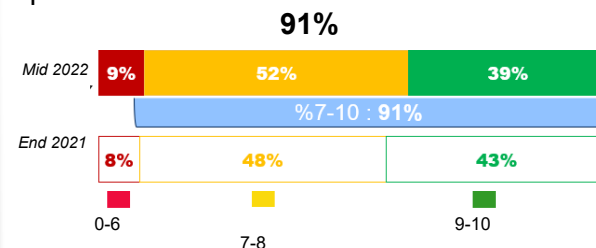
i+	IDA	UNOPS
Solutions	Foundation	
UNFPA	PFSCM	UNICEF

Tracked more than 5,000 shipments* from shipping to delivery



*Based on Advance Shipments Notices received via Wambo
* Not displaying other shipping modes (Rail, Others)

Overall user satisfaction with the platform:



Scale: 0 = Not satisfied at all to 10 = Fully satisfied

In Sep. '21 Global Fund organized a PSA/UN Partner workshop for cross-organizational learning to mitigate supply risks

Main challenges

- Delayed shipments due to e.g.
 - Port congestion / Port lockdowns
 - Cancelled bookings
 - Container shortages
 - Longer import waiver times
 - Changing import procedures
- Freight cost increases

Mitigating actions

- Earlier order placement
- PSA shares forecast with freight carriers
- Improved coordination between GF, PSA and PR using a project approach for large volume orders
- PSA, PR and local agent collaborate to improve import process
- Cost bench-marking and real-time freight cost updates

2022 Updates

- Container availability improved and freight costs are decreasing
- Overall situation appears to be stabilizing, but uncertainty remains
- Frequent communication and improved coordination remain vital for Global Fund's operations

Key resources on Sourcing & Management of Health Products

www.theglobalfund.org

■ [Health Product Procurement](#)

- [Antimalarial Medicines](#)
- [Antiretrovirals](#)
- [Other Essential Medicines](#)
- [HIV & Malaria Rapid Diagnostic Tests](#)
- [Long-Lasting Insecticidal Nets](#)
- [Viral Load & Early Infant Diagnosis](#)

■ [Quality Assurance](#)

- [Medicines](#)
- [Diagnostic Products](#)
- [Other Products](#)
- [Expert Review Panel](#)
- [Information Notices](#)

The screenshot shows the 'Health Product Procurement' page on The Global Fund website. The page has a header with the logo, navigation links, and a search bar. The main content area is titled 'Health Product Procurement' and includes a breadcrumb trail: 'Home > Sourcing & Management of Health Products > Health Product Procurement'. The page is divided into two columns. The left column contains a list of links: 'Sourcing & Management of Health Products', 'Updates', 'Market Shaping Strategy', 'Procurement Tools', 'Health Product Procurement' (highlighted), 'Antimalarial Medicines', 'Antiretrovirals', 'HIV & Malaria Rapid Diagnostic Tests', 'Long-Lasting Insecticidal Nets', 'Other Essential Medicines', 'Procurement Services', 'Viral Load & Early Infant Diagnosis', 'Information for Suppliers', and 'Price & Quality Reporting'. The right column contains text about the Global Fund's role in global markets for health products, a 'Filter by document title' section, and a 'Planning and budgeting' section with links to 'Category and Product-Level Procurement and Delivery Planning Guide: Indicative Lead Times' and 'Stop TB Partnership's Global Drug Facility Ordering'. There is also a 'Reference pricing' link.

The screenshot shows the 'Diagnostic Products' page on The Global Fund website. The page has a header with the logo, navigation links, and a search bar. The main content area is titled 'Diagnostic Products' and includes a breadcrumb trail: 'Home > Sourcing & Management of Health Products > Diagnostic Products'. The page is divided into two columns. The left column contains a list of links: 'Sourcing & Management of Health Products', 'Updates', 'Market Shaping Strategy', 'Procurement Tools', 'Health Product Procurement', 'Information for Suppliers', 'Price & Quality Reporting', 'Quality Assurance' (highlighted), 'Medicines', 'Diagnostic Products' (highlighted), 'Other Products', 'Expert Review Panel', and 'Information Notice'. The right column contains text about the importance of ensuring diagnostic products meet quality standards, a link to the 'Quality Assurance Policy for Diagnostic Products', and a list of best practices for the procurement of diagnostic products, including: 'Complying with World Health Organization guidance on storage and distribution', 'Ensuring that products are used by appropriately trained and suitably qualified persons only', 'Using best efforts to participate in suitable external quality assessment programs', 'Using best efforts to organize calibration and maintenance of relevant equipment', and 'Using best efforts to develop systematic reporting of product defects'. There is also a section on the cost of quality assurance and quality monitoring measures.

Thank you

