

# Procurement supporting access and scale-up of paediatric HIV treatment

Coordinated Procurement and the Paediatric ARV Procurement Working Group



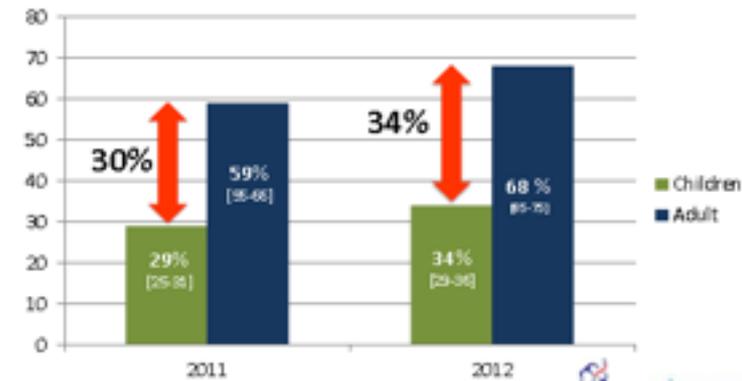
# 3.4 million children live with HIV: only 630,000 on treatment\*

- Burden of paediatric HIV = high despite progress with PMTCT
- Children = 10% total HIV
- ½ proportion of children on treatment compared to adults with a widening gap
- HIV progresses faster in children
  - significantly contributing to child mortality with 260,000 deaths/year
  - without treatment: ⅓ infected infants die before 1<sup>st</sup> birthday
- 65% of infants born to HIV infected mothers are not tested by end of 2<sup>nd</sup> month
- ⅓ children with HIV do not receive ART
- ⅕ children on treatment lost to follow-up within 12 months

## HIV TESTING AND LINKAGE TO CARE



01 | Results: The gap between adult and child ART coverage in 20 high burden countries is widening



\* data = 2011/2012



## Paediatric ARV procurement challenges

- Unattractive market: large number of countries with small orders
- Large range of products; demand for some products < batch size
- Poor supply security with long and variable lead-times

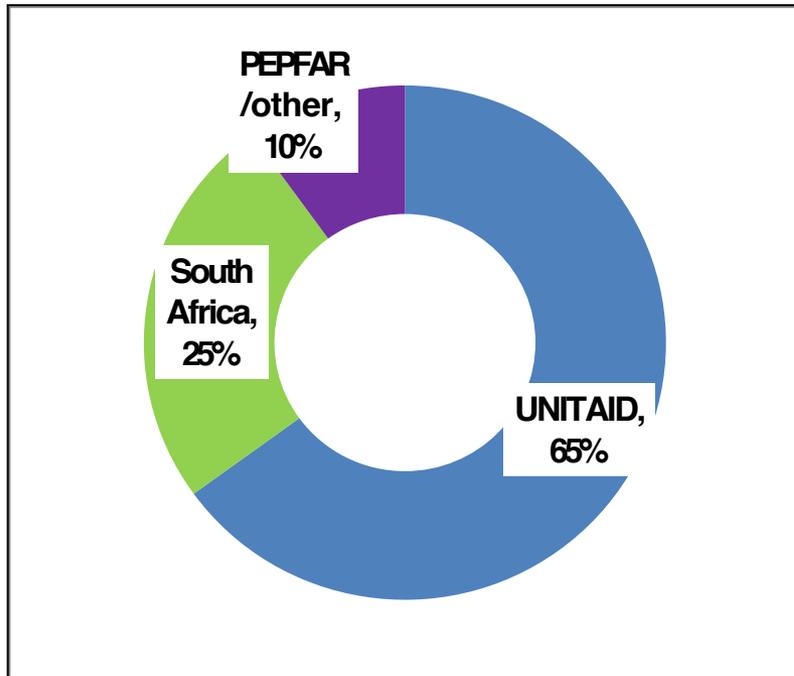
**Objective:** Reducing the risks of supply disruption to paediatric ARVs  
(*improving the supply security*)

- ✓ Ensure sustained supply through coordinated procurement
- ✓ Strategically manage demand
- ✓ Reduce fragmentation through streamlined product selection
- ✓ Accelerate the introduction of new high opportunity products

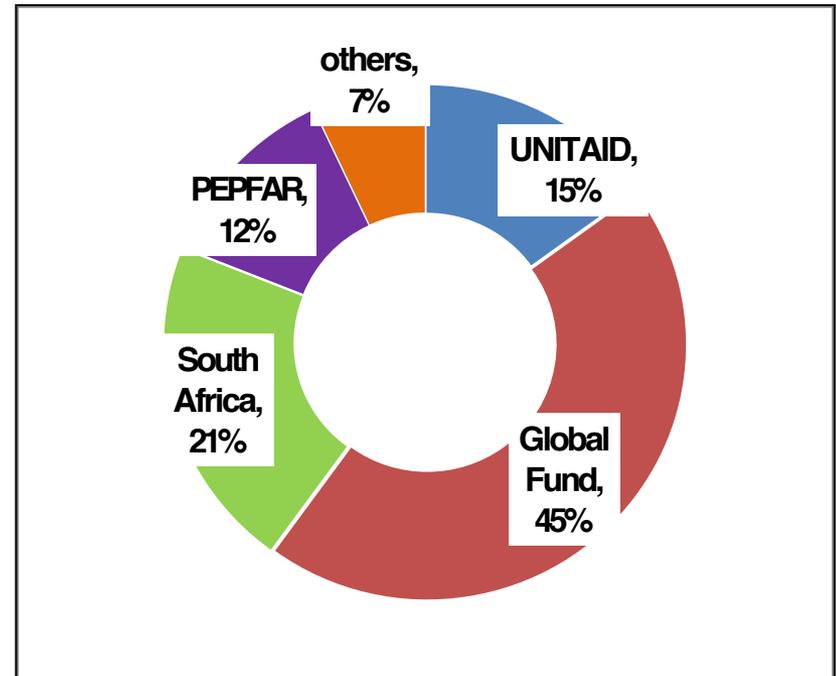
\*GF/B23/DP2: [http://www.theglobalfund.org/Documents/board/23/BM23\\_09MDC\\_Report\\_en/](http://www.theglobalfund.org/Documents/board/23/BM23_09MDC_Report_en/)

# Transition of financing from a UNITAID project to Global Fund grants

2006 - 2011



2013 →



And by 2015: UNITAID → 0: Global Fund → 60% +

## Global Fund PPM

- +50% in 2014 to USD 16 million +
- +50% in 2015 to USD 24 million +

# Partnership of funders, procurers & technical bodies collaborating to improve the supply of paediatric ARVs

## Funders



## Observers



## Procurers



## Procurement Consortium

## Paediatric ARV Procurement Working Group

# Paediatric ARV Procurement Working Group and Procurement Consortium

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- Collaboration of major funders and procurers
- Coordinated procurement
  - Consolidate, review, adjust and then orders placed by each procurement consortium member
  - Quarterly calls to review and act on low volume, sub-batch orders
  - Advise non-members of procurement timelines to facilitate broader timeline alignment
- Advocate for use the IATT formulary list

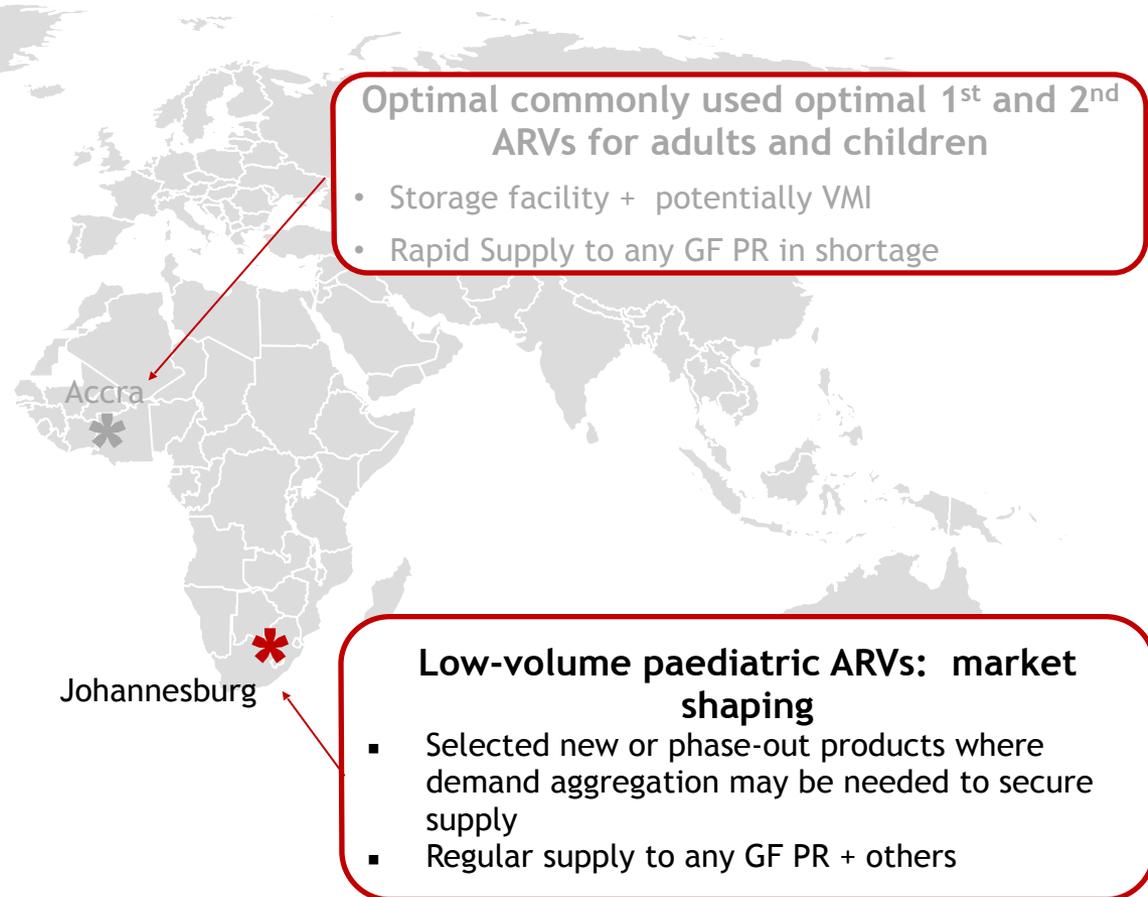
The Global Fund is establishing a Rapid Supply Mechanism to deliver key medicines ( for all three diseases) within 3-4 weeks of the alert of a shortage

## Issue: Stock-outs

Frequent stock outs for various reasons resulting in treatment interruption. Currently there is no systematic way for the Global Fund to respond to this.

## Approach:

- Fix the underlying causes
- Hold limited quantities of inventory to be able to respond (and cycle the orders using some PPM orders).
- In the medium term: explore vendor managed inventory



**Progressive Go Live Scheduled from Q3 2014**