

Decision Points for the 39th Board Meeting
Master List

#	Decision
1	Appointment of the Rapporteur
2	Approval of Agenda
3	Approval of Revised Eligibility Policy
4	Potential Engagement with Non-eligible Countries in Crisis
5	Appointment of the Members of the Standing Committees of the Board
6	Strengthening the Processes for Selection of Committee Leadership and Committee Members
7	2017 Annual Financial Report
8	2017 Statutory Financial Statements
9	CCM Evolution: Code of Conduct for CCMs and CCM Policy
10	CCM Evolution: Funding for Near-Term Implementation
11	Approval of Risk Appetite Framework
12	Strengthening the Board Leadership Selection Process

Appointment of the Rapporteur

Decision Point GF/B39/DP01:

Tamaki Tsukada from the Japan constituency is designated as Rapporteur for the 39th Board Meeting.

Signed:

Tamaki Tsukada
Rapporteur

Carole Presern
Secretariat

Approval of Agenda

Decision Point GF/B39/DP02:

The agenda for the 39th Board Meeting (GF/B39/01 – Revision 2) is approved.

Signed:

Tamaki Tsukada
Rapporteur

Carole Presern
Secretariat

Approval of the Revised Eligibility Policy**Decision Point GF/B39/DP03:**

1. Based on the recommendation of the Strategy Committee, the Board approves the revised Eligibility Policy, as set forth in Annex 1 to GF/B39/02 (the “Revised Eligibility Policy”).
2. Accordingly, the Board:
 - i. Acknowledges that this decision point and the Revised Eligibility Policy supersede the decision point GF/B35/DP07 and the previous Eligibility Policy as set forth in Annex 2 to GF/B35/06 - Revision 1 (the “Previous Eligibility Policy”); and
 - ii. Notes that notwithstanding paragraph 2.i of this decision point, the Previous Eligibility Policy remains applicable to grant programs originating from the 2017-2019 allocation period.

Budgetary implications: None.

Signed:

Tamaki Tsukada
Rapporteur

Carole Presern
Secretariat

Potential Engagement with Non-eligible Countries in Crisis**Decision Point GF/B39/DP04:**

1. The Board acknowledges that a health crisis may emerge in an ineligible non-high income country that could have an adverse impact on the global response against HIV/AIDS, tuberculosis, and/or malaria, and that the health crisis may be of such a magnitude that the Global Fund should consider providing support; and
2. Based on the recommendation of the Strategy Committee, the Board requests the Secretariat, in consultation with relevant partners, to present potential investment cases meeting the criteria described in GF/B39/03 – Revision 1 to the Strategy Committee for review and recommendation to the Board. Any such proposals shall also include options for how the proposed investment should be funded.

Budgetary implications: This decision is likely to have future budgetary implications for country funding and/or Secretariat OPEX, but the actual amounts will depend on the specific size of the crisis and potential response. These will be detailed in any proposals that result from this decision.

Signed:

Tamaki Tsukada
Rapporteur

Carole Presern
Secretariat

Appointment of the Members of the Standing Committees of the Board**Decision Point GF/B39/DP05:**

1. The Board approves the appointment of the following individuals to serve as voting members of the Audit and Finance Committee, representing the Board constituency listed by their name:
 - i. Pasqualino Procacci, European Commission, Belgium, Italy, Portugal, Spain;
 - ii. Greg Ferrante, Private Foundations;
 - iii. Michael Ruffner, United States;
 - iv. Chris Taylor, United Kingdom;
 - v. Gilles Angles, France;
 - vi. Maurine Murenga, Communities;
 - vii. Allan Maleche, Developing Country NGOs;
 - viii. Naveed Kamran Baloch, Eastern Mediterranean Region;
 - ix. Guillermo Birmingham, Latin America and the Caribbean; and
 - x. Sukhbir Singh, South East Asia.

The Board appoints the following individuals to serve as non-voting members of the Audit and Finance Committee, representing the Board constituency listed by their name:

- xi. Iris Semini, UNAIDS; and
 - xii. Alexandru Cebotari, World Bank.
2. The Board approves the appointment of the following individuals to serve in their personal capacity as voting members of the Ethics and Governance Committee:
 - i. Suomi Sakai, Japan;
 - ii. Anders Nordström, Point Seven;
 - iii. Renuka Gadde, Private Sector;
 - iv. David Kihumuro Apuuli, Eastern and Southern Africa;
 - v. Ana Filipovska, Eastern Europe and Central Asia; and
 - vi. Mohamed Chakroun, Eastern Mediterranean Region.
3. The Board approves the appointment of the following individuals to serve as voting members of the Strategy Committee, representing the Board constituency listed by their name:
 - i. Timothy Poletti, Canada, Switzerland and Australia;
 - ii. Jean-François Pactet, France;
 - iii. Heiko Warnken, Germany;
 - iv. Sarah Boulton, United Kingdom;
 - v. Mamadi Yilla, United States;
 - vi. Mike Podmore, Developed Country NGOs;

- vii. Nduku Kilonzo, Eastern and Southern Africa;
- viii. Violeta Teutu, Eastern Europe and Central Asia;
- ix. Abdoulaye Ciré Anne, West and Central Africa; and,
- x. Ingrid Glastonbury, Western Pacific Region.

Noting that the Chairs of the Technical Review Panel and the Technical Evaluation Reference Group serve as non-voting members of the Strategy Committee, the Board appoints the following individuals to serve as additional non-voting members of the Strategy Committee:

- xi. Lucica Ditiu, Partners (Stop TB); and
 - xii. Mubashar Sheikh, World Health Organization.
4. The Board approves the renewal for one additional term of:
- i. Jean-Michel Ferat as Independent Member of the Audit and Finance Committee with forensic investigation expertise;
 - ii. Peter Maertens Independent Member of the Audit and Finance Committee with financial audit expertise; and
 - iii. Joan Elise Dubinsky as Independent Member of the Ethics and Governance Committee with ethics expertise.
5. The Board notes each of the individuals appointed under this decision point shall begin his/her term on 11 May 2018 and serve for two years or until the appointment of his/her successor.

Budgetary implications are included in OpEx budget.

Signed:

Tamaki Tsukada
Rapporteur

Carole Presern
Secretariat

**Strengthening the Processes for Selection of Committee Leadership and
Committee Members****Decision Point GF/B39/DPo6:**

The Board:

1. Notes its commitment to continue to strengthen Global Fund governance processes and requests that the Ethics and Governance Committee (“EGC”) undertakes a review of the existing processes for selection of committee leadership and members, and makes recommendations to the Board on revisions to these selection processes, aiming for a decision at the 40th Board Meeting;
2. Requests that as part of this recommendation, the EGC (i) puts forward principles and concrete actions to underpin and guide the selection processes, including transparency, rotation of constituency representation, relevant experience, institutional memory, and gender equality; (ii) develops standards and processes for due diligence undertaken as part of the selection processes; and (iii) reviews the size and composition of the EGC; and
3. Requests that the EGC seeks feedback broadly from across Board constituencies in formulating its recommendations, including through inviting a representative of civil society to be a participant in EGC deliberations on this review.

Signed:

Tamaki Tsukada
Rapporteur

Carole Presern
Secretariat

2017 Annual Financial Report**Decision Point GF/B39/DP07:**

The Board authorizes the issuance of, and therefore approves, the Global Fund's 2017 Annual Financial Report, which includes the 2017 Consolidated Financial Statements that have been audited by KPMG SA, as set forth in GF/B39/06 Annex 1.

Budgetary implications (included in OpEx budget)

Signed:

Tamaki Tsukada
Rapporteur

Carole Presern
Secretariat

2017 Statutory Financial Statements

Decision Point GF/B39/DPo8:

The Board authorizes the issuance of, and therefore approves, the Global Fund's 2017 Statutory Financial Statements, which have been audited by KPMG SA, as set forth in GF/B39/06 Annex 2.

Budgetary implications (included in OpEx budget)

Signed:

Tamaki Tsukada
Rapporteur

Carole Presern
Secretariat

CCM Evolution: Code of Conduct for CCMs and CCM Policy**Decision Point GF/B39/DP09:**

The Board:

1. Notes the recommendation of the Ethics and Governance Committee of a Code of Conduct for Country Coordinating Mechanisms (the “CCM Code”), developed in furtherance of the Ethics and Integrity Framework adopted by the Board at its 32nd Meeting (GF/B32/DP09);
2. Approves the CCM Code, as presented in Annex 4 in GF/B39/04- Revision 1;
3. Based on the recommendation of the Strategy Committee (“SC”), decides that no less than the amount of USD 1,219,700 should be made available over a three year period to fund the implementation and enforcement of the CCM Code, as described in GF/B39/04- Revision 1;
4. Recognizes that the Audit and Finance Committee approved USD 50 million as available sources of funds (“Available Funds”) to finance prioritized and costed areas of need on the register of unfunded quality demand, as per GF/AFC04/DP01, and based on the recommendation of the SC, (i) decides that the amount of USD 1,219,700 of such Available Funds be used instead to fund the implementation and enforcement of the CCM Code, and (ii) decides to add CCMs as a “Strategic Initiative” to the list of catalytic investment priorities presented in Table 1 of GF/B36/04 – Revision 2;
5. Based on the recommendation of the SC, decides to replace the Guidelines and Requirements for Country Coordinating Mechanisms, as approved by the Board under GF/B23/DP17, with the CCM Policy as set out in Annex 3 of GF/B39/04- Revision 1 (the “CCM Policy”); and
6. Delegates authority to the SC to approve amendments to the CCM Policy, and requests the Secretariat to operationalize the CCM Policy and regularly report on its implementation to the SC.

Budgetary implications: USD 1,219,700.

Signed:

Tamaki Tsukada
Rapporteur

Carole Presern
Secretariat

CCM Evolution: Funding for Near-Term Implementation**Decision Point GF/B39/DP10:**

The Board:

1. Recognizes the inherent value and essential function of Country Coordinating Mechanisms (“CCMs”) in the Global Fund architecture and acknowledges the need to evolve CCMs to align with the Global Fund Strategy 2017-2022: Investing to End Epidemics;
2. Recognizes that the Audit and Finance Committee approved USD 50 million as available sources of funds (“Available Funds”) to finance prioritized and costed areas of need on the register of unfunded quality demand, as per GF/AFC04/DP01;
3. Based on the recommendation of the Strategy Committee (“SC”), decides that the amount of USD 3.85 million of such Available Funds be used instead to fund a phased roll-out of the evolution of Country Coordinating Mechanisms (the “CCM Evolution”) in 2018 and 2019 under the CCM Strategic Initiative, consistent with the interventions and activities under the “intermediate” approach, as detailed in GF/B39/04 – Revision 1;
4. Requests the Secretariat (1) to develop a set of draft indicators for consultation with the SC at its July 2018 meeting, including near term (process and output) and longer term (outcome and impact) indicators, and (2) to regularly report to the SC on the operationalization of the CCM Evolution;
5. Directs the SC (1) to utilize the near term results (referenced in part 4 above) as one of the inputs to inform the type of activities and the level of funding for CCM Evolution in the 2020-2022 allocation period, and (2) during the development of the allocation methodology for this period, to discuss the level of funding needed to scale the activities and number of CCMs; and
6. Asks the Board, Secretariat and partners at country level to support the effective implementation of CCM Evolution, and in particular asks the Secretariat to drive the execution of CCM Evolution through consistent engagement of relevant parts of the organization and with an appropriate mix of resources, both staff and financial, from both current and future allocations.

Budgetary implications: USD 3.85 million, funded through available sources of funds identified by the Audit and Finance Committee under GF/AFC04/DP01.

Signed:

Tamaki Tsukada
Rapporteur

Carole Presern
Secretariat

Approval of Risk Appetite Framework**Decision Point GF/B39/DP11:**

The Board:

- i. Acknowledges the decision of the Strategy Committee concurring with the Risk Appetite Statements for the risks under such committee's purview, as set forth in the table in Annex 3 to GF/SC06/03 – Revision 2;
- ii. Acknowledges that the Strategy Committee will further discuss the Human Rights and Gender Inequality, Transition, and Drug and Insecticide Resistance risks at its meeting in July 2018, which will include discussion of the risk management strategy for these risks, including mitigation measures in place and/or planned, and a determination of the appropriateness of setting risk appetite statements for these risks;
- iii. Further acknowledges the decision of the Audit and Finance Committee concurring with the Risk Appetite Statements for the risks under such committee's purview, as set forth in the table in Annex 3 to GF/AFC06/16 – Revision 1; and
- iv. Based upon the recommendation of the Audit and Finance Committee, approves the Risk Appetite Framework, including Risk Appetite, Target Risk levels and the indicative timeframes for achieving Target Risk, as described in the table in Annex 3 to GF/B39/07.

Budgetary implications (included in OpEx budget)

Signed:

Tamaki Tsukada
Rapporteur

Carole Presern
Secretariat

Strengthening the Board Leadership Selection Process**Decision Point GF/B39/DP12:**

1. The Board notes the recommendation of the Ethics and Governance Committee (the “EGC”), as set forth in GF/B39/05 – Revision 1, and acknowledges the need to strengthen the current process for selecting the Chair and Vice-Chair of the Board.
2. Based on the recommendation of the EGC, the Board approves, in principle, the revised process for selecting the Chair and Vice-Chair of the Board as detailed in Section II of GF/B39/05- Revision 1 (the “Revised Board Leadership Selection Process”) and the Draft Terms of Reference of the Board Leadership Nomination Committee (the “BLNC ToRs”) as provided for in Annex 7 of GF/B39/05 – Revision 1.
3. The Board requests the Secretariat to finalize the BLNC ToRs and to prepare the necessary revisions to the core governance documents to implement the Revised Board Leadership Selection Process for review by the EGC and recommendation to the Board for approval ahead of the planned 2018 launch of the call for nominations for Board Chair and Vice-Chair.

Budgetary implications of this decision are outlined in GF/B39/05 – Revision 1.

Signed:

Tamaki Tsukada
Rapporteur

Carole Presern
Secretariat