



Overview of Prioritization of Resources for New Funding Rounds in a Resource Constrained Environment

30 October 2006

Prioritization Policy

- Board Policy – approval of a system for prioritizing among TRP recommended proposals under a resource constrained environment
- Prioritization is based on the categories provided by the TRP, and applied by the Secretariat in order of stronger proposals first:
 - Recommended Category 1 Proposals; then
 - Recommended Category 2 Proposals; then
 - Recommended Category 2B Proposals (as a sub-set of Proposals Recommended in Category 2); and then
 - Successful appeals coming from the relevant funding Round.
- TRP is informed simply that the policy is being applied to a Round
- Resource level has no impact on the TRP's decision on technical merit
- Proposals recommended in the one category are prioritized for funding before resources become available for the next, less strong, group of proposals (which "group" may be a less than the whole of that category)
- All based on the "composite index" of the proposals → as follows

Composite Index for Prioritization

- Use of a composite index based on the indicators, values, and scores in the table below:

Criteria	Indicator	Value	Score
Disease burden	Eligibility criteria for proposals from Upper-Middle Income countries (applied to all proposals)	"Very high"	4
		Not "very high"	1
Poverty	World Bank classification	Low Income	4
		Lower-Middle Income	2
		Upper-Middle Income	0

- Potentially, up to 6 different Composite Index bandings within the category/s for which, at the time of the Board decision, resources are insufficient to fully fund a Round up to the maximum 2 year upper ceiling
- Disease Burden information comes from WHO Headquarters

Application to Round 6 - Overview

- At 31 October 2006, and based on known pledges, the minimum funds available for Round 6 were approximately US\$ 698 million*

	2 Year Upper Ceiling Budget (US\$ Equivalent)
Category 1 (9)	\$68,880,942
Category 2 (48)	\$436,614,306
Sub-total Category 1 and 2 Proposals	\$505,495,248
Category 2B (28)	\$340,907,934
Total (1, 2 + 2B)	\$846,403,182

- In the circumstances, only Recommended Category 2B Proposals are subject to the application of the resource prioritization policy in R6
- Applying the Composite Index to those 28 components, 4 bands of potential funding arise, as set out on the following page

(*GF/B14/12, Resource Forecast 2006-2007)

Application to Round 6 - Specifics

- All Figures below are based on 1 November 2006
 United Nations Euro to United States dollar exchange rate

* Figure in brackets is number of impacted proposals	2 Year Upper Ceiling Budget Request	Cumulative Funding Required (adding to 2 year budget ceiling for Category 1 and 2 proposals)
Category 1 and 2 Combined Total US\$ Equivalent	\$505,495,248	
Category 2B Composite Index 8 (10)	\$91,394,152	\$596,889,400
Category 2B Composite Index 6 (1)	\$7,726,769	\$604,616,169
Category 2B Composite Index 5 (6)	\$123,343,925	\$727,960,094
Category 2B Composite Index 3 (11)	\$118,443,088	\$846,403,182