Agenda

UNFPA Supply Chain Management Unit (SCMU)

Some statistics

Procurement Services

Pilot Financial Facility cases

Final Conclusions
A vehicle for achieving the 3 interconnected outcomes of the UNFPA strategic plan 2022-2025
Delivering worldwide

Contraception provided by UNFPA worldwide (2022)

<table>
<thead>
<tr>
<th>Contraceptive Type</th>
<th>Quantity</th>
</tr>
</thead>
<tbody>
<tr>
<td>Male condoms</td>
<td>1,090,349,152</td>
</tr>
<tr>
<td>Female condoms</td>
<td>7,608,565</td>
</tr>
<tr>
<td>Oral contraceptives</td>
<td></td>
</tr>
<tr>
<td>Monthly cycles of the pill</td>
<td>47,358,430</td>
</tr>
<tr>
<td>Intrauterine devices</td>
<td>1,649,410</td>
</tr>
<tr>
<td>Injectable contraceptives</td>
<td>50,392,250</td>
</tr>
<tr>
<td>Doses</td>
<td></td>
</tr>
<tr>
<td>Contraceptive implants</td>
<td>8,604,291</td>
</tr>
<tr>
<td>Emergency contraceptives</td>
<td>3,597,500</td>
</tr>
<tr>
<td>Personal lubricants</td>
<td>159,314,644</td>
</tr>
</tbody>
</table>

- **117,000** new HIV infections were averted*
- **13.3 million** unintended pregnancies were prevented*
- **3,597,500** emergency contraceptives were provided by UNFPA-procured contraceptives*
- **30,800** maternal deaths were averted*
- **5.1 million** new sexually transmitted infections were averted*
- **5.1 million** couple years protection were provided by UNFPA-procured contraceptives*
- **3.7 million** unsafe abortions were prevented*
- **59 million** new sexually transmitted infections were averted*

*Global impact of contraceptives supplied by UNFPA
Top 10 most demanded SRH Commodities

USD worldwide 2018-2022

UNFPA Program Procurement & UNFPA Supply Chain Solutions (including Global Fund)
350+ organizations
140+ countries

have partnered with UNFPA to procure supplies using their own financial resources.

413 million USD total value of orders

(Q1 2011-Q4 2022)
A trusted reproductive health supplies partner

**Quality**
- Stringent UNFPA / WHO QA practices
- Pre-qualified suppliers and products
- Pre-shipment inspection, sampling and testing

**Value**
- Cost savings
- Competitive, pre-negotiated prices
- Procurement, contracting & QA expertise

**Choice**
- Product & pricing information online
- Generic or innovator brands
- Reduced lead time in-stock products

✔ Financial transparency – the highest level of accountability, transparency and integrity
✔ National ownership
Supply chain services for external partners

**Procurement services**
Also known as TPP. Procurement of SRH, MH, and related to UNFPA mandate commodities (census)

**Supply chain services**
Technical assistance for external partners for SRH supply chain health systems strengthening

**Financial solutions**
Develop financial mechanisms for external partners to access UNFPA Supply Chain Services
Payment methods and alternatives

Currently, **advance payment methods** according to Financial Regulations and Rules (FRR 15.3).

Exceptionally, other payment terms may be approved by the Chief Procurement Official (FRR 15.3. c)

**Accelerating the development and implementation of multiple alternative Financial Solutions.**

1. Deferred payment based on a bank guarantee with standby letter of credit

1. Introduction of a Financial Facility for TPP (Pilot Bridging Mechanism)

1. Financial Facility for UNFPA Supplies Partnership countries

1. Collaboration with other UN Agencies
Pilot Financial Facility implemented in 2020-2022

- What was it? Short term financing facility for procurement to national partners using their own domestic resources

- Who could benefit? Governments unable to pay upfront or have long fund disbursement process

- Partners must meet a number of eligibility conditions

- What for? Procurement of SRH supplies from UNFPA.
UNFPA Supply Chain Management Unit

How it worked?

- Request for Proforma Invoice
- Proforma issued by UNFPA
- Assessment of application
- => Approval granted
- Purchase Order issued

Initial Procurement Request and Application review

- Shipment receipt
- Payment of Final Invoice

Participating organization pays

- Goods manufactured
- Cargo is shipped
- Final Invoice issued

Production of Orders

Supplier - Manufacturer

Participant Organization

UNFPA
Results of Pilot Financial Facility (2020-2022)

Final solutions
Lesotho, Chile and Honduras in numbers.

14 different commodities were procured such as contraceptive pills, IUDs, implants, pregnancy tests or medical devices.

USD 4.07 million total worth of 19 proforma invoices
USD 3.85 million approximately in savings for these three countries
1,028,492 CYP estimated couple of years protection
Case of Lesotho - Ministry of Health

Lower middle-income country of 2.2 Million inhabitants.

Not possible to obtain economies of scale with local procurement exercise

Procurement of 3 contraceptives (pills, injectables and implants)

- Previous procurement costs: USD 2,520,000
- Procurement through UNFPA: USD 255,000
- Savings obtained via UNFPA USD 2,265,000

Savings of 89.9%
Case of Lesotho - Ministry of Health

Financial Solutions

Estimated Impact by accessing UNFPA’s procurement services

Lesotho

Health benefits of investing in family planning

- 22,771 women and couples receive modern contraceptive care
- 10,870 unintended pregnancies averted
  - 6,521 unplanned births averted
  - 732 unsafe abortion averted
- 37 women’s and girls’ lives saved

Notes: Subregional/regional estimates, if shown, include data for low- and middle-income countries only. Impact estimates assume investments cover both family planning service delivery and associated programs and systems. Estimates are for 2022 and draw on contraceptive use patterns from 2019. www.guttmacher.org/fp-investment-calculator.
Estimated additional Impact IF the savings of **USD 2,265,000** where reinvested in SRH:

**Lesotho**

**Health benefits of investing in family planning**

- **USD 2,265,137 INVESTMENT**
  - 202,378 women and couples receive modern contraceptive care
  - 96,610 unintended pregnancies averted
    - 57,954 unplanned births averted
    - 6,506 unsafe abortion averted
  - 331 women's and girls' lives saved

Notes: Subregional/regional estimates, if shown, include data for low- and middle-income countries only. Impact estimates assume investments cover both family planning service delivery and associated programs and systems. Estimates are for 2022 and draw on contraceptive use patterns from 2019. www.guttmacher.org/fp-investment-calculator.
Case of **Chile - CENABAST/ Ministry of Health**

Financial Solutions

Upper middle-income country

Chile required urgent support due to quality situation of contraceptive pills. UNFPA supplied quality assured contraceptives in 2021-2022

Procurement of contraceptive pills:
- Previous procurement costs: USD 2.025 million
- Procurement through UNFPA: USD 0.747 million
- Savings obtained via UNFPA: USD 1.278 million

Savings of % 63
Case of Chile - CENABAST/Ministry of Health

Financial Solutions

Estimated Impact by accessing UNFPA’s procurement services

Upper-middle-income countries

Health benefits of investing in family planning

USD 747,068 INVESTMENT

- 55,870 women and couples receive modern contraceptive care
- 21,933 unintended pregnancies averted
  - 4,980 unplanned births averted
  - 4,675 unsafe abortion averted
- 3 women’s and girls’ lives saved

Notes: Subregional/regional estimates, if shown, include data for low- and middle-income countries only. Impact estimates assume investments cover both family planning service delivery and associated programs and systems. Estimates are for 2022 and draw on contraceptive use patterns from 2019. www.guttmacher.org/fp-investment-calculator.
Case of Chile - CENABAST/Ministry of Health

Financial Solutions

Estimated additional Impact IF savings of **USD 1.278 million** were reinvested in SRH:

- **USD 1,277,949 INVESTMENT**
  - 95,573 women and couples receive modern contraceptive care
  - 37,518 unintended pregnancies averted
  - 8,519 unplanned births averted
  - 7,997 unsafe abortion averted
  - 5 women’s and girls’ lives saved

Notes: Subregional/regional estimates, if shown, include data for low- and middle-income countries only. Impact estimates assume investments cover both family planning service delivery and associated programs and systems. Estimates are for 2022 and draw on contraceptive use patterns from 2019. [www.guttmacher.org/fp-investment-calculator](http://www.guttmacher.org/fp-investment-calculator).
Final Conclusions

There is an increasing demand for financial solutions to support the procurement of SRH commodities;

Low- and middle-income countries require this facility;

Requirement of timely payments upon arrival of goods;

Evidence of positive impact of UNFPA Pilot’s financial facility:
- Reduced stockout risks
- Assured quality contraceptives
- Maximising use of domestic resources for participant countries
- Expanded CYP coverage and disease burden reduction
- Safeguarding and advancing SRH rights
Thank you
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