# Tapping into quality, value, choice

Ben Light: Moderator

Roberto Mena

Seloi Mogatle

Dr. Kanyanta Sunkutu



10-14 OCTOBER 2016

**#RHSUPPLIES2016** 









40	Contraceptives
18	Reproductive health kits
4	Midwifery and Fistula repair kits
400+	Medical equipment items
50+	Pharmaceutical products



RH commodities procured in 2015 \$175M

#### **Impact:**







in over



35 million women and adolescent girls



gained access to modern contraceptives

100 countries

served in crisis-affected areas

more than

\$47M



Public funds saved in 2015 on contraceptive implants had the potential to provide an additional 17 million couple years of protection close to



Public funds saved in 2014 and 2015 by increasing use of quality assured generic contraceptives

80



Pre-negotitated, long-term agreements for hundreds of reproductive health products

27 !!##

UNFPA has the largest source of prequalified condom manufacturers

#### **UNFPA Procurement**



#### **Trusted Partner in RH Supplies**

**Open international bidding process** 

**Public procurement principles** 

## 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 and QA expertise

#### choice

Product & pricing information online

Generic or innovator brands

Reduced lead time in-stock products

Online planning tools and simplified ordering process

# What is a Long-Term Agreement (LTA)?



A written agreement

Between a UN organization and a supplier

For pre-selected goods or services

Based on the result of a competitive bidding exercise

Covers general terms and conditions and all commercial terms

**Pricing** 

**Discounts** 

**Payment** 

**Delivery** 

Packing

# Benefits of Using UNFPA LTAs



All products have gone through a competitive bidding process

Pooled volume > better price > cost savings

Stabilize supply costs

Avoid duplication of procurement processes

Direct ordering

#### All Information Available Online



# Procurement Services

How to order

**Product Catalog** 

**Budget planner** 

Lead time calculator

Customized artwork guidelines



Information Services

RHInterchange

Quality assurance policy

Prequalification Programmes

Procurement elearning

www.UNFPAprocurement.org













## **UNFPA Delivers Solutions**



#### Items held in stock

Emergency Reproductive Health kits

Fistula repair kits

Standard male condom

Female condom

Priority maternal health medicines

# Ordering made simple...





UNFPA places order AFTER receipt of funds

# Collaboration with non-UN partners



- Collaborating with other Public procurers of RH commodities to ensure efficiencies
- Optimize cost reduction
  - Standardizing requirements for tender processes amongst partners as well as KPIs
  - Sharing of outcomes of inspection & technical assessment reports
  - Sharing of procurement best practices
- Innovative projects which contribute to efficiency:
  - Joint forecasting
  - Partnerships for impact:
    - Leveraging of systems to facilitate procurement platforms
    - Address common issues jointly
  - Analyzing possibility to implement a track & trace solution





# **UNFPA FP Strategy**



#### **Choices not Chance**

UNFPA Family Planning Strategy 2012-2020



To accelerate access to choices based on information, exercise of rights, provision of services and reliable supplies



# Substandard/Spurious/Falsely-labeled/ Falsified/Counterfeit Medicines

Counterfeit And Defective Contraceptives Found In South America, May Contain Toxic Ingredients Fake, Substandard Medicines Pose Global

WHO calls for proactive strategies to combat falsified, substandard medicines

GOOD PACKING AND TRANSPORT OF MEDICINES CAN SAVE LIVES ...

SA recalls 20-million risky condoms



# **Objectives**



- Ensure high quality commodities
- Access generic medicines and low cost devices that meet international standards and quality requirements in line with WHO specifications and guidelines
- Harmonize quality standards through pooled procurement
- Ensure safety and efficacy throughout shelf life

# UNFPA Quality Policy for Reproductive Health Medicines Classification



WHO Prequalification Programme for Medicines

- Hormonal Contraceptives
- Oxytocics
- Eclampsia Medicines
- Uterotonics
- Other Essential RH Medicines

Medicines not included in WHO Prequalification Programme

- Analgesics
- Anaesthetics
- Anti-inflammatory drugs



# Quality criteria applied



Pharmaceuticals under WHO Prequalification Programme

- WHO Prequalification
- Approval by an SRA
- Recommendation by Expert Review Panel (ERP)

All other pharmaceuticals (not under WHO Prequalification Programme)

- Model Quality Assurance System WHO Technical Report Series (TRS) 970, 2013
- Assessment of documentation to support quality and safety of the product - Interagency Finished Pharmaceutical Product Questionnaire
- Inspection of manufacturing facilities Current Good Manufacturing Practices (cGMP)

# Choices not chance Innovator or Generic Medicine What's the difference?...



# Innovator

The pharmaceutical product that was first authorized for marketing as a patented product.\*



## What's in a name?

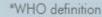
A brand name is given to a product by its manufacturer. The use of the name is reserved exclusively for its owner. Both generic and innovator medicines may have brand names.





A pharmaceutical product that is interchangeable with an innovator product.

It is marketed after the expiration of the patent or other exclusive rights.\*







#### Did you know?...

UNFPA procures only generic medicines that are WHO prequalified or approved by Stringent Regulatory Authorities or recommended by the Expert Review Panel.

Generic medicines must meet the same standards of quality, safety and efficacy as innovator medicines.

Standards for generic medicines are clearly defined and published by WHO.

Generic RH medicines are medicines that contain the same active pharmaceutical ingredient as the innovator product.

UNFPA delivered generic medicines to ministries of health, NGOs and UNFPA country offices in 24 countries between 2014 and 2015.

The number of generic hormonal contraceptives available in the UNFPA product catalog increased from 12 to 22 in the last two years – that's an increase of 83%!







## **UNFPA Procurement Services**



#### UNFPA delivered generic medicines to 23 countries in 2015





# What you can buy for 100,000 USD\*



## **Combined Oral Contraceptives**

Product	Quantity	Unit of Measure
Innovator Brand 1	370,370	Cycle
Innovator Brand 2	144,927	Cycle
Generic Brand 1	454,545	Cycle
Generic Brand 2	416,666	Cycle
Generic Brand 3	416,666	Cycle

Potential savings equivalent to more than 300,000 additional cycles



# Regional Support to Procurement Process



#### **Strengthening Country Capacity**

Capacity and skills assessment

Various Capacity Building Interventions for CO and country institutions:

Forecasting and Quantification

**Procurement** 

SCM – Bar-code solutions to end – to end product visibility; cross border supply chain solutions

QA

Working with RECs, consensus on post-shipment testing of condoms

**Registration of commodities** 

**Accreditation of testing laboratories** 

**Quality Assurance testing** 

Good stewardship – "Equal Quality for Less": Increased use of generics

Orientation and capacity building of NRA, line ministries, UN + other partners

**Data for Decision Making** 

Regional TMA studies

Regional RHCS Expenditure Trend Analysis

**Regional Stock Out Trend Analysis** 



# Case Story - Cambodia





