The Partnership for Maternal, Newborn & Child Health

# PMNCH Financial Update

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## Overview

- 2017 Essential Workplan Budget was set at US$ 9m
- US$ 7.9m was available in funding to deliver on the 2017 workplan
- Achieved an almost100% implementation rate against available funding and 90% against the budget
- Overall, PMNCH in a much stronger financial position for the 2016 to 2019 period than 12 months ago:
  - In Oct 2016, available funding was **US$ 15.4m**
  - In Dec 2017, available funding has almost doubled to **US$ 30.3m**
- Funding gap of US$ 5.1m remains to achieve the 2018 budget of US$ 15.7

## 2017 Workplan and Budget

- Focus on delivering the 2017 Essential Workplan Budget as approved by the Board with a focus on the four Strategic Objectives

- Essential budget was set at US$ 9 million
  - Using the 2016 to 2018 Business Plan budget for 2017 as a starting point, the Board provided initial guidance in Oct 2016 on prioritizing activities
  - Since Oct 2016, SO Steering Groups, Executive Committee and broader partnership discussions provided further guidance on prioritization
  - Essential budget only includes costs required to deliver 'Essential' activities
  - Partners' Forum and external evaluation were moved from 2017 into 2018

# Essential 2017 Budget

| ESSENTIAL WORKPLAN | Staff costs associated with activities | Other costs associated with activities | Staff costs associated with administration | Sub-Total | WHO PSC @ 13% | Total |
|---|---|---|---|---|---|---|
| SO 1 | $621,113 | $713,994 | | **$1,335,107** | $173,564 | $1,508,671 |
| SO 2 | $660,438 | $682,748 | | **$1,343,185** | $174,614 | $1,517,799 |
| IAP | $499,410 | $737,493 | | **$1,236,903** | $160,797 | $1,397,700 |
| SO 3 | $765,106 | $865,373 | | **$1,630,478** | $211,962 | $1,842,441 |
| SO 4 | $762,422 | $618,121 | | **$1,380,543** | $179,471 | $1,560,013 |
| Core functions - Board | - | $584,515 | | **$584,515** | $75,987 | $660,502 |
| Core functions - Secretariat | | $300,000 | $153,871 | **$453,871** | $59,003 | $512,874 |
| | | | | | | |
| Total | **$3,308,488** | **$4,502,243** | **$153,871** | **$7,964,602** | **$1,035,398** | **$9,000,000** |

## Funding the 2017 Workplan and Budget

- 12 donors funded the Partnership's delivery of its 2017 workplan
  - 8 governments (Canada, Germany, India, Netherlands, Norway, Sweden, UK, and USA)
  - 4 foundations (Botnar Foundation, BMGF, CIFF, and MacArthur Foundation)
- Timing of grants was a challenge – much of the funding arrived in the last few months of 2017
- PMNCH adapted and updated its operational approach on an ongoing basis to ensure that expenditure was aligned within the available resource envelop

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# Summary of available funding in 2017

| Donor income (USD) | 2016 | 2017 | 2018 | 2019 | Total |
|---|---|---|---|---|---|
| **Confirmed and pledged** | | | | | |
| Botnar Foundation | | 485,000 | 388,000 | 97,000 | **970,000** |
| Bill & Melinda Gates Foundation | 2,430,800 | 2,000,000 | 2,000,000 | - | **6,430,800** |
| Government of Canada | 787,591 | 792,701 | 787,591 | - | **2,367,883** |
| Children's Investment Fund Foundation | 200,010 | 421,490 | 177,410 | - | **798,910** |
| Children's Investment Fund Foundation - conditional | - | - | 151,100 | - | **151,100** |
| Government of Germany | 93,990 | 72,093 | 174,216 | - | **340,299** |
| Government of India* | 1,000,000 | 500,000 | 500,000 | - | **2,000,000** |
| MacArthur Foundation | 500,000 | 250,000 | - | - | **750,000** |
| Government of the Netherlands (2017-2020) | 800,000 | 250,000 | 1,250,000 | 250,000 | **2,550,000** |
| Government of Norway | 1,048,644 | 830,000 | 830,000 | - | **2,708,644** |
| Government of Sweden | 339,125 | 318,927 | 318,927 | - | **976,979** |
| Government of the UK | - | 700,000 | 3,300,000 | 3,250,000 | **7,250,000** |
| Government of the USA (FY15, FY16, FY17) | 650,000 | 650,000 | 700,000 | - | **2,000,000** |
| Balances brought forward | 408,322 | 605,906 | - | - | **1,014,228** |
| *Total confirmed* | *8,258,482* | *7,876,117* | *9,226,144* | *3,597,000* | *30,308,843* |
| *Total pledged* | | - | *1,351,100* | | |
| **Total confirmed and pledged** | | **7,876,117** | **10,577,244** | | |
| **Budget** | | **(13,397,550)** | **(15,657,550)** | **TBD** | |
| **Funding gap against budget (assmes pledges convert into grants)** | | **(5,521,433)** | **(5,080,306)** | **TBD** | |
| | Pledged | Denotes pledged resources, with most at contracting stage | | | |

* No cost extension from 2015 into 2016 (annually USD 500,000). Government of India has indicated additional in-kind support to the Partners' Forum, details of which are to be confirmed

# Expenditure overview in 2017

- Expenditure and encumbrances estimated at US$ 7.9m to the end of 2017
- Effectively a 100% implementation rate against available funding, and almost 90% implementation rate against the budget

| | A | B | C | Budget: balanace and implementation rate | | Funding: balanace and implementation rate | |
|---|---|---|---|---|---|---|---|
| **Budget category** | **2017 Annual Budget** | **Available funding** | **In year expenditure** | **B - C** | **C / A** | **A - C** | **C / B** |
| SO1: Prioritise engagement in countries | 1,448,575 | 1,200,000 | 1,184,713 | 15,287 | 81.8% | 263,862 | 98.7% |
| SO2: Drive accountability | 1,456,653 | 1,350,000 | 1,351,942 | -1,942 | 92.8% | 104,711 | 100.1% |
| Independent Accountability Panel | 1,236,903 | 1,000,000 | 1,018,636 | -18,636 | 82.4% | 218,267 | 101.9% |
| SO3: Focus action for results | 1,743,946 | 1,490,015 | 1,492,053 | -2,038 | 85.6% | 251,893 | 100.1% |
| SO4: Deepen partnership | 1,494,011 | 1,350,000 | 1,321,265 | 28,735 | 88.4% | 172,746 | 97.9% |
| Core functions - Board | 584,515 | 580,000 | 578,293 | 1,707 | 98.9% | 6,221 | 99.7% |
| **Sub-total programme budget** | **7,964,602** | **6,970,015** | **6,946,903** | **23,112** | **87.2%** | **1,017,699** | **99.7%** |
| PSC Cost to WHO @ 13% | 1,035,398 | 906,102 | 903,097 | 3,005 | 87.2% | 132,301 | 99.7% |
| **Total** | **9,000,000** | **7,876,117** | **7,850,000** | **26,117** | **87.2%** | **1,150,000** | **99.7%** |

## Expenditure by categories in 2017

- Almost all of Secretariat staff were directly involved in delivering activities
- Program of work was supported by consultants and external experts, and through initiation of some limited small grants
- Board and Secretariat travel and events (e.g. Board meetings) are also noted

| Cost type | US$ |
|---|---:|
| Secretariat staff costs | 4,093,280 |
| Consultants, external experts and small grants | 1,971,443 |
| Board and Partners travel, events and other expenditures | 517,525 |
| Secretariat staff travel | 364,655 |
| **Sub-total** | **6,946,903** |
| PSC Cost to WHO @ 13% | 903,097 |
| **TOTAL** | **7,850,000** |

# Thank you