



# Stop TB Partnership

<b>SUMMARY SHEET</b>		
AGENDA NR. 1.11 -7.0	SUBJECT	FINANCIAL REPORT 2010
FOR INFORMATION <input checked="" type="checkbox"/>	FOR DISCUSSION <input checked="" type="checkbox"/>	FOR DECISION <input checked="" type="checkbox"/>
<p><b>BACKGROUND (INCLUDING PROBLEM STATEMENT):</b>            The detailed financial report of the Partnership is shared annually with the CB and other donors. For purposes of transparency, the report is presented to the Board to provide the opportunity for questions and open discussions.</p>		
<p><b>SUMMARY/OUTLINE OF THE SESSION:</b></p> <p><b><u>INCOME</u></b>            The overall income of the Partnership in 2010 was US\$ 110.3 million, a 17% increase over the previous period, giving it a compound annual growth since 2000 (at inception) of 33%.</p> <p><b><u>EXPENDITURE</u></b>            Significant increase in expenditure was experienced in two of the Partnership's major initiatives, TBREACH and GDF, increasing overall total Partnership expenditure in 2010 to US\$ 82.3 million, a 76% increase over 2009 (US\$ 46.9 million).</p> <p><b><u>RESERVE POSITION AND SURPLUS</u></b>            The reserve position was strengthened in 2010 with an additional US\$ 0.9 million set aside. The surplus income over expenditure was US\$ 27.0 million (\$46.6 million in 2009). 52% of the overall surplus came as a result of funding for GDF of US\$ 14.0 million arriving in December 2010.</p> <p><b><u>IMPLEMENTATION RATES</u></b>            Implementation rates for the year ending 31 December 2010 for activities for the Partnership Secretariat was 60% of planned costs and for the Global Drug Facility it was 80%. These implementation rates have been normalized for the year 2010 by taking half of the biennium 2010-2011 budgeted and planned costs.</p> <p><b><u>RESOURCE MOBILIZATION</u></b>            It will be important for the Partnership Secretariat to secure new and continued funding from donors as a number of critical donor agreements will be expiring in the coming years, these funds are critical for the work of the Secretariat, and the Working Groups and for the External Evaluation in 2012.</p>		
<p><b>DECISIONS REQUESTED FROM THE COORDINATING BOARD:</b></p> <ul style="list-style-type: none"> <li>• APPROVE THE 2010 PARTNERSHIP FINANCIAL REPORT. A SUMMARY OF THIS WILL BE PUBLISHED IN THE PRINTED VERSION OF THE ANNUAL REPORT FOR 2010</li> <li>• INCREASE THE UPPER LIMIT OF THE CUMULATIVE RESERVE POSITION TO US\$ 4.5 MILLION TILL SUCH TIME AS CORE FUNDING IS SECURE.</li> </ul>		
<p><b>FINANCIAL IMPLICATIONS:</b> If reserves go up as recommended to the upper limit, a provision will have to be made to transfer \$ 2.0 million to the reserves in 2011.</p>		
<b>NEXT STEPS</b>		
<b>ACTION REQUIRED:</b> To be determined		
<b>RESPONSIBLE AGENCY/OFFICER:</b> A. Vijay		
<b>TIMEFRAME:</b> To be determined		