

Journey to Collaborative Procurement

PAHO Procurement & Health in the Americas

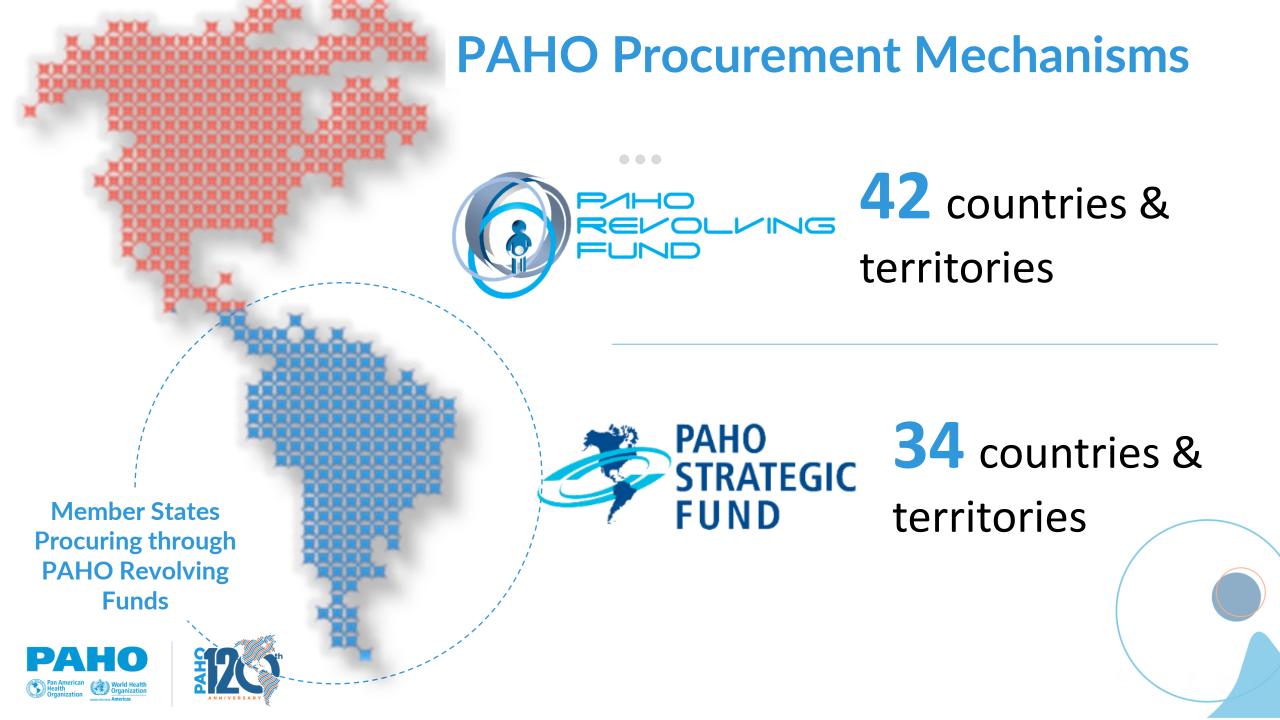












The Mission PAHO Procurement Mechanisms

 To improve access to quality, safe and effective vaccines, medicines and health supplies

 To ensure affordability, and promote efficient and sustainable health systems





Shared Responsibility Model

PAHO Revolving & Strategic Funds

- ✓ Technical Support in Supply Chain
- ✓ Regional Demand Consolidation
- ✓ Market Intelligence
- ✓ Supplier Engagement & Contract
 Management
- ✓ Sourcing & Procurement
- ✓ Logistics operations



Shared Responsibility Model



- ✓ Political and Technical commitment
- ✓ National Budget
- ✓ Forecast & Demand Planning
- ✓ Regulatory Authorities
- ✓ Customs clearance & national logistics

Suppliers

- ✓ Quality products
- ✓ Timely Supply
- ✓ Innovation, Research & Development
- ✓ Cold Chain / International Transportation

 DAT DPU









PAHO Revolving Fund

www.paho.org/revolvingfund

Vaccines

Syringes

Cold Chain Equipment

Other biologicals (e.g. blood products)

PAHO Strategic Fund

www.paho.org/strategicfund

WHO Essential Medicines

Diagnostics Kits

Vector Control

Other Strategic Products (e.g. Lab Equipment, PPE, Biomed)





TOP COMMODITIES (USD 1,398 MILLIONS during 2021)



Vaccines, antigens and toxoids



Anti-Tuberculosis medicines



Antiretroviral medicines



Disease vector mngt. & control



Laboratory, Reagents & Scientific Equipment



Rapid Diagnostic Test



CCE, syringes & safety boxes



Antiviral medicines (HCV)

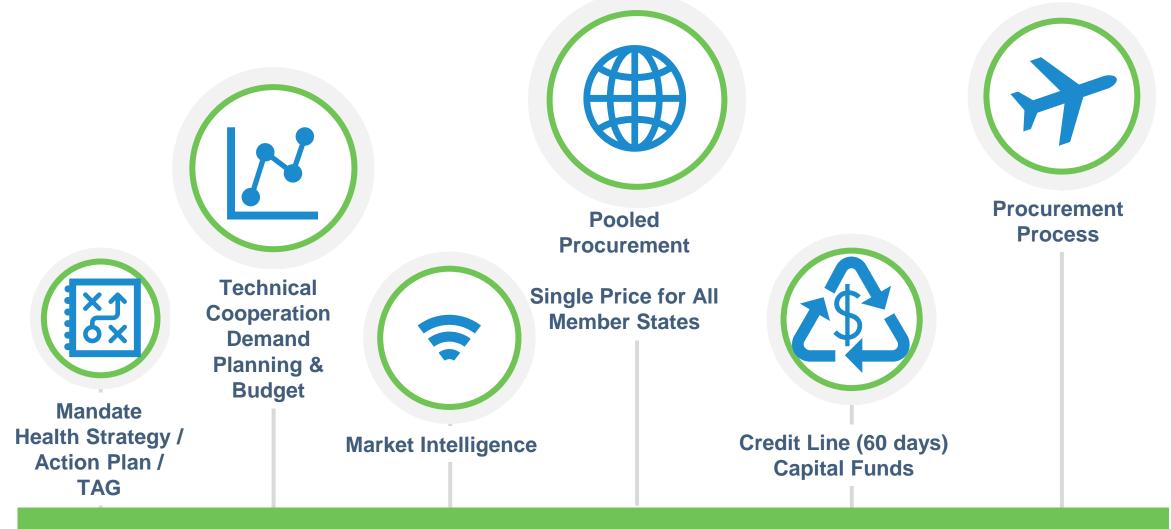


Nutrition



Neglected tropical diseases (NTDs)

Key Features of PAHO Revolving Funds



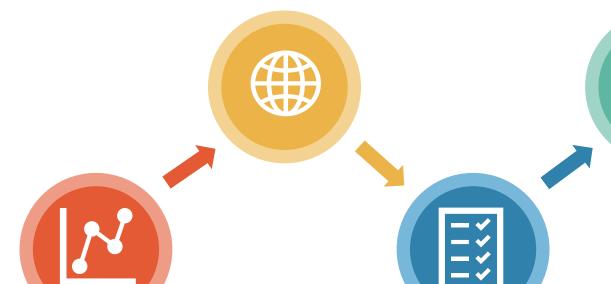
Access, Quality, Affordable

Source-to-Contract

ITB, Technical and Financial Requirements, Award, LTA Supply Allocation

Logistics

Manufacturer arranges freight and deliver DAT



Country Demand

PlanningTechnical Support on Demand

Planning & Consolidation

Procure-to-Pay

Price Estimates, Purchase Order, Credit Line 60 days



Customs Clearance & Distribution

National Authorities responsible for clearance, storage and distribution

Procurement Process of PAHO Revolving Funds

PAHO's International Logistics for Vaccines and

Over 3,000

Pharmaceuticals



PAHO 's High Level Steps

Purchase order sent to suppliers & consignee

Suppliers is responsible for the delivery up to airport of

destination (DPU incoterm 2020)
Insurance of 110% Total PO value by supplier

Supplier sends shipping documents to PAHO and consignee at least 5 days prior delivery date

Shipment execution & arrival follows WHO 's Guidelines International Packaging and Shipping of Vaccines, and any related update for COVID-19







Platform for Value Creation for **Countries & Suppliers**

Access

Timely and enough Supply



Single Window

"One place for all transactions of 42 countries and territories."

Access to

Quality

Safe & Effective Products meeting international standards



Platform



"National funding, product standardization & regulatory requirements."

Affordability

Pooled demand and economies of scale to secure lowest prices





Prompt POs and Payment

"Use of 60 day Credit Line or prepayment from countries"







ers

ANTICIPATED CHALLENGES WHEN PROCURING ...

Multi-source – Sole/Single Source

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-Single price for all the region

-Limited eligible sources for key products

Restrictions

-Patents and other IP related issues

-Licenses & Exclusive distributors for some Member States

Demand

- -Demand forecasting and supply chain management at country level
- -Procurement planning vs
- quantity (MOQ)



Performance

- -On time deliveries
- -Long Production Lead-times & limited stocks
- -Regulatory & logistic capacity

Market dinamics

- -Decentralized markets
- -Direct commercial relations
- -Regional limited coverage
- -Supplier engagement for LATAM



-Labeling







