Mr. Michel Sidibé  
Executive Director  
Joint United Nations Programme on HIV/AIDS  
20, Avenue Appia  
CH – 1211 Geneva 27  
SWITZERLAND

Additional Contribution, and Amendment to the Administration Agreement between the Secretariat of the Joint United Nations Programme on HIV/AIDS and the International Bank for Reconstruction and Development and the International Development Association, concerning the Trust Fund for UNAIDS Global and Regional Activities for Intensified Response to HIV/AIDS (TF071438)

Dear Mr. Sidibé:

1. We refer to the Administration Agreement between the Joint United Nations Programme on HIV/AIDS ("UNAIDS" or the "Donor") acting through its Secretariat (the "Secretariat"), and the International Bank for Reconstruction and Development ("IBRD") and the International Development Association ("IDA") (collectively, the "Bank") regarding the Trust Fund for UNAIDS Global and Regional Activities for Intensified Response to HIV/AIDS (TF071438) effective as of January 21, 2010, as amended (the "Administration Agreement").

2. We are pleased to acknowledge, on behalf of the Bank, the intention of the Donor to make an additional contribution to the Trust Fund in the amount of Seventeen Million, Nine Hundred Thirty-Five Thousand United States Dollars (US$17,935,000) (the "Additional Contribution").

3. The Donor shall deposit the Additional Contribution into such bank account designated by the Bank in accordance with the following schedule:

   (a) upon countersignature of this Agreement by the Donor, one million five hundred and sixty thousand United States Dollars (USD 1,560,000);
(b) upon submission of a payment request by the Bank and subject to funds from UNAIDS donors, nine hundred seventy-five thousand United States Dollars (USD975,000);

(c) on or before January 15, 2014, upon submission of a payment request by the Bank, seven million seven hundred thousand United States Dollars (USD 7,700,000), and

(d) on or before April 30, 2015, upon submission of a payment request by the Bank, seven million seven hundred thousand United States Dollars (USD 7,700,000).

4. The exact amount and timing of the final payment under 3.(d) above will be determined following the implementation and conclusions of the relevant UBRAF mid-term review as well as the annual performance review of the first year of relevant biennium. It will take into consideration and deduct any final balance of uncommitted UBW or UBRAF funds held by the World Bank as of December 31 of the previous biennium, and a benchmark of a 45 percent financial implementation rate as of December 31, of the implementation year. 1

5. When making each such deposit, the Donor shall instruct its bank to include in its payment details information (remittance advice) field of its SWIFT payment message, information indicating: the amount paid, that the payment is made by Donor for TFO71438, UNAIDS Global and Regional Activities for Intensified Response to HIV/AIDS Trust Fund, and the date of the deposit. In addition, the Donor shall provide a copy of the Donor’s deposit instruction to the Bank’s Accounting Trust Funds Division by e-mail sent to tfremitadvice@worldbank.org or by fax sent to (202) 614-1315.

6. Notwithstanding Paragraph 6 to the Administration Agreement, in order to assist in the defrayment of the costs of administration and other expenses incurred by the Bank under this Agreement, the Bank may, following deposit of the Additional Contribution by the Donor, deduct from the Additional Contribution and retain for the Bank’s own account an amount equal to five percent (5%) of the Additional Contribution.

7. Pursuant to recent discussions between the Bank and the Donor, Annex 1 of the Administration Agreement is hereby deleted in its entirety and replaced with the attachment below (“Annex 1”).

8. All other terms of the Administration Agreement shall remain the same.

1 For the purpose of calculating the final balance of the World Bank UBRAF allocation (the “Balance”), the UNAIDS Secretariat shall interpret the balance as being the portion of the UBW or UBRAF allocation that is neither committed (where the term “committed” shall mean funds that are contractually obligated through a Purchase Order or other legal agreement, but that have yet to be reflected in financial accounting as an actual expenditure) nor expensed on December 31, of the end of biennium
9. The Bank will disclose this Agreement and related information on this Trust Fund in accordance with the World Bank Policy on Access to Information. By entering into this Agreement, the Donor consents to disclosure of this Agreement and related information on this Trust Fund.

10. Please confirm your understanding to the foregoing, on behalf of the Donor, by signing, dating, and returning to us one of the enclosed originals of this Agreement. Upon receipt by the Bank of the original of this Agreement countersigned by you, this Agreement will become effective as of the countersignature.

Sincerely,

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
INTERNATIONAL DEVELOPMENT ASSOCIATION

Tim Evans
Director
Health, Nutrition, and Population

CONFIRMED AND AGREED:

JOINT UNITED NATIONS PROGRAMME ON HIV/AIDS (UNAIDS)

By: Mr. Michel Sidibé
Title: Executive Director

Date: 11.10.2013
Description of Activities under the Trust Fund for UNAIDS Global and Regional Activities for Intensified Response to HIV/AIDS

This Trust Fund for UNAIDS global and regional activities for an intensified response to the HIV/AIDS epidemic will finance the implementation of activities by the World Bank as outlined in the UNAIDS UBW for 2010-2011 (UBW), and in the 2012-13 and 2014-15 UBRAF and as approved by the UNAIDS PCB.

In 2014-15, the Bank will continue to deliver on its HIV efficiency, effectiveness and sustainability agenda. The following World Bank service lines will be financed by the Trust Fund:

**HIV allocative efficiency analyses:** Analyses aimed at improving the allocation of HIV resources, by conducting HIV epidemic, response and policy synthesis, where not well defined, to understand epidemic character, magnitude, historical and future trends, and determine prevention priorities for implementation prioritization and scale up, including modeling allocative choices to improve allocative decision making. This will include the development of guidelines and analytical work to support high HIV disease burden countries to improve prioritization, financial sustainability, cost effectiveness and targeting.

**HIV program efficiency studies and HIV implementation support:** Analyses to understand and improve the efficiency of four tightly-integrated components of HIV program efficiency: (a) HIV service delivery efficiency, including unit costs, quality, linkages and referrals; (b) institutional efficiency; (c) transactional and administrative efficiency and (d) information efficiency (i.e. information being produced as part of the HIV response). Better, more efficient HIV service delivery is an HLM goal and an economic and moral imperative. Implementation is a science whose contribution to greater efficiency UNAIDS through the World Bank, is just beginning to tap. The Bank will use an HIV program science approach which aims to use theoretical and empirical scientific knowledge to improve the design, implementation and evaluation of HIV programmes. It is based on three principles- HIV Program Intelligence, HIV Program Implementation and HIV Program Evaluation. Through this approach, the Bank will work with its task teams, governments, Cosponsors and implementers on developing guidelines, and identifying scalable models of high quality HIV program implementation. The service delivery science approach will assist countries to translate relevant HIV epidemiologic, economic, and program data, to more efficiently manage their programs.

**HIV prevention response evaluations and HIV cost effectiveness analyses:** Evaluations to understand the efficacy and effectiveness of HIV prevention responses. It entails undertaking mixed method HIV prevention effectiveness evaluations, including mathematical modeling to support the design, implementation, validate findings of efficacy and effectiveness studies, and estimate population level effectiveness. This will also encompass the development of tools for
conducting cost effectiveness analyses of HIV responses, and undertaking of cost effectiveness studies (using available or newly-generated data about program effectiveness).

**HIV financial sustainability studies:** Such will provide support to countries as they now need to answer four questions to avail themselves of financing and program expenditures (external and domestic): (i) Are resources currently most optimally allocated?; (ii) are resources spent in the most efficient way?; (iii) what is the total volume of funding needed and where will it come from in the next 5-10 years; (iv) what is the funding gap? One of the specific studies to be undertaken here, are Return on Investment studies (ROIs). The aim of ROI studies is to answer the question most pressing to Ministers of Finance in a context of finite resources and multiple, complex, and costly population needs: *when is HIV and AIDS a worthwhile investment?* The World Bank will development tools and guidelines, and execute HIV funding sustainability studies where long-term projections of HIV fiscal space implications are needed. Fiscal space studies, and return on investment studies will be done to make economic arguments for investing in HIV prevention, care, treatment, and impact mitigation. In selected countries where data are not available and a more granular understanding is needed, the analyses include HIV-specific 'follow the money' (Public Expenditure Tracking Surveys) studies to understand the fraction of funds that reaches the target population, the channels it follows and time it takes for money to reach beneficiaries, as well as their own out-of-pocket expenditure.