



CCM Funding Agreement

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|------------------------------------|-----------------|-------------------------|----------------|-------------------|---------|
| CCM/RCM: | CCM El Salvador | Agreement Number: | SLV-CFUND-2309 | Currency: | USD |
| Start Date: | 1-Jan-23 | End Date: | 31-Dec-25 | Agreement Amount: | 375,000 |
| CCM is the recipient of the funds: | No | Recipient is UN agency: | No | | |
| Max Year 1: | 125,000 | Max Year 2*: | 125,000 | Max Year 3: | 125,000 |
| Co-funding Amount Expected: | | | 15,000 | | |
| Modification Number: | | Modification Date: | | | |

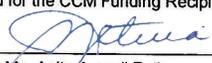
* Cash balance from previous agreement will be deducted from this amount.

| Country Coordinating Mechanism | | Notices to the CCM | |
|--------------------------------|---|--------------------|--|
| Name: | Mecanismo Coordinador de País El Salvador | Name: | Marta Alicia de Magaña |
| Address: | Final Bulevar Cancilleria Distrito El Espino, Ciudad Merliot Antigua Cuscatlan La Libertad El Salvador, Centroamerica | Title: | Directora Ejecutiva |
| Tel: | +503 2248 8857 | Address: | Secretaria Técnica MCP-ES Mecanismo Coordinador de País El Salvador Final Bulevar Cancilleria Distrito El Espino, Ciudad Merliot Antigua Cuscatlan La Libertad |
| Website: | https://mcpelsalvador.org.sv/ | Tel: | |
| | | Email: | malvarado@sisca.int |

| Funding Recipient (if not CCM) | | Notices to the Funding Recipient (if not CCM) | |
|--------------------------------|---|---|---|
| Name: | Secretaria de la Integracion Social Centroamericana | Name: | Roxanna Rivera de Romero |
| Address: | Final Bulevar Cancilleria Distrito El Espino, Ciudad Merliot Antigua Cuscatlan La Libertad El Salvador, Centroamerica | Title: | Final Bulevar Cancilleria Distrito El Espino, Ciudad Merliot Antigua Cuscatlan La Libertad El Salvador, Centroamerica |
| Tel: | +503 2248 8857 | Address: | Final Bulevar Cancilleria Distrito El Espino, Ciudad Merliot Antigua Cuscatlan La Libertad El Salvador, Centroamerica |
| Website: | https://www.sisca.int/ | Tel: | +503 2248 8857 |
| | | Email: | rromero@sisca.int |

| Name and Address for Notices to the Global Fund | | This agreement consists of this facesheet and: | |
|---|--|--|----------------------------------|
| Name: | David Ennis | | -- Standard Terms and Conditions |
| Title: | CCM Hub Manager | | -- Costed Work plan |
| Address: | The Global Fund to Fight AIDS, Tuberculosis and Malaria Global Health Campus Chemin du Pommier 40 1218 Grand-Saconnex, Switzerland | | -- Performance Framework |
| Tel: | 00 41 58 791 1700 | | |
| Fax: | 00 41 44 580 6820 | | |

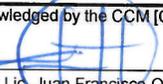
Signed for the CCM Funding Recipient by its Authorized Representative

 _____ Date: 11-01-2023

Name: Ms. Anita Araceli Zetina
Title: General Secretary



Acknowledged by the CCM [Chair or Vice-Chair] and the Civil Society Representative of the CCM

 _____ Date: 11/01/23

Name: Lic. Juan Francisco Ortiz
Title: CCM Chair

 _____ Date: 11/01/23

Name: Maria Consuelo Raymundo
Title: Civil Society representative

Signed by the Global Fund by its Authorized Representatives

 _____ Date: Jan 18, 2023

Name: David Ennis
CCM Hub Manager



CCM BUDGET

| | |
|-----------------------|------------------------|
| Last update | |
| By (Name) | MCP-ES |
| Date (day-month-year) | 08 DE DICIEMBRE 2022 |
| Organization: | Coordinating Mechanism |

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|--|
| Template |
| Costed Workplan |
| Summary graphs, CCM Funding Envelope |
| Summary graphs, CCM Evolution |

GENERAL INFORMATION

CCM Funding Agreement

| | |
|---------------------------------------|-----------------|
| CCM / RCM Name | CCM EI Salvador |
| CCM Agreement No | SLV-CFUND-2309 |
| Agreement start date (day-month-year) | 1-Jan-23 |
| Agreement end date (day-month-year) | 31-12-2025 |
| Currency | USD |

CCM Evolution Strategic Initiative

| | |
|--|-----------|
| Start date (day-month-year) | 1-Jan-23 |
| End date (day-month-year) | 31-Dec-23 |
| Total amount granted | 60,000 |
| Amount spent in the previous reporting period(s) | 50,222 |
| Amount budgeted in this funding year | 9,778 |

Period information

| | |
|------------------------------------|------------|
| Agreement Year | Year 1 |
| Year start date (day-month-year) | 01 01 2023 |
| Year end date (day-month-year) | 31 12 2023 |
| Annual amount | 125,000 |
| Strategic Initiative CCM Evolution | Yes |
| C19RM engagement support | No |

ANNUAL BUDGET & HR HEADCOUNTS

| | |
|--|---------|
| Amount budgeted (at the beginning of the reporting period) | USD |
| CCM Funding | 125,000 |
| CCM Evolution | 9,778 |

| | |
|-------|---------|
| Total | 134,778 |
|-------|---------|

CCM Secretariat Structure

| CCM Secretariat Staff Positions | Source of funds | Headcounts - Planned |
|--|---------------------------|----------------------|
| 1 Executive Secretary / CCM Coordinator | Global Fund CCM Funding | 1.00 |
| 2 Admin Assistant | Global Fund CCM Funding | 1.00 |
| 3 Oversight / Transition Officer | Global Fund CCM Evolution | 1.00 |
| 4 | | |
| 5 | | |
| 6 | | |
| Total | | 3.00 |
| Total positions supported by Global Fund CCM Funding | | 2.00 |

CCM Evolution: The Global Fund is making available additional resources for a limited period of time to fund one position in the CCM Secretariat to support the oversight planning & implementation and facilitate data-driven decision-making.

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| 11 | | | | | |
| 12 | | | | | |
| 13 | | | | | |
| 14 | | | | | |
| 15 | | | | | |
| | | | | Total | 5,000 |

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| Template Version | 3 | Dec-21 |
|------------------|---|--------|



| Ultima actualización | | Plantilla |
|------------------------|-----------------------|--------------------|
| Realizada por (nombre) | Emilia Ortuño Latorre | Marco de Desempeño |
| Fecha (día-mes-año) | 11-Jan-23 | |
| Organización: | CCM Hub | |

INFORMACIÓN GENERAL

| | |
|--|-----------------|
| Nombre del Mecanismo de Coordinación | CCM El Salvador |
| Umbral de referencia completado | Sí |
| Acuerdo de financiamiento con el Fondo Mundial | Sí |
| Nombre del acuerdo de financiamiento | SLV-CFUND-2309 |
| Fecha de inicio del acuerdo (día-mes-año) | 1-Jan-23 |
| Fecha de finalización del acuerdo (día-mes-año) | 31-12-2025 |
| Año del acuerdo cubierto por la revisión del desempeño | Año 1 |

Comprobación anual

MARCO DE DESEMPEÑO

| Área | Objetivo de desempeño | Comprobación anual | |
|---|--|---|---|
| Monitoreo Estratégico | Existe un Comité de Monitoreo Estratégico efectivo cuyos miembros y planes están alineados con las prioridades de las subvenciones del Fondo Mundial y con los procesos nacionales pertinentes (por ejemplo, revisiones de los programas nacionales y planificación nacional). | ¿Cuenta su Mecanismo de Coordinación con una estrategia de Monitoreo Estratégico? (ER 3A) | |
| | | ¿Cuenta el Comité de Monitoreo Estratégico con competencias en: gestión financiera, experiencia en enfermedades específicas, gestión de adquisiciones y suministros o gestión de programas? (ER 3B) | |
| | | ¿Cuenta el Comité de Monitoreo Estratégico con representantes de poblaciones clave y vulnerables o de personas que viven con las enfermedades? (ER3B) | |
| | El Comité de Monitoreo Estratégico utiliza de forma efectiva la información estratégica y los análisis, y respalda la toma de decisiones basadas en pruebas a lo largo del ciclo de vida de las subvenciones del Fondo Mundial. | ¿Recopila el Comité de Monitoreo Estratégico regularmente información estratégica entre miembros ajenos al MC y personas que viven con las enfermedades o que se ven afectadas por ellas (mediante consultas con las comunidades o visitas sobre el terreno) para tomar decisiones fundamentadas en datos? (ER3C) | |
| | | El Mecanismo de Coordinación colabora de forma efectiva con los RP para detectar y mitigar los riesgos, obstáculos y retos que se presentan en la ejecución de las subvenciones (adopta un enfoque de gestión de riesgos). | ¿Se reúne regularmente el Comité de Monitoreo Estratégico con los RP para recopilar información estratégica y dialogar sobre los avances en la ejecución, los retos, los riesgos o la necesidad de revisar los programas? (ER 3D) |
| | | | ¿Adopta el Mecanismo de Coordinación (asamblea general) decisiones cuando se detectan problemas y dificultades? (ER 3E) |
| El Mecanismo de Coordinación respalda el cumplimiento de los compromisos de cofinanciamiento. | ¿Comparte regularmente el Mecanismo de Coordinación con el Fondo Mundial y las partes interesadas en el país los resultados de la Monitoreo Estratégico y realiza un seguimiento de estos? (ER 3F) | | |
| | ¿Aborda el Mecanismo de Coordinación el cofinanciamiento en sus reuniones con las partes interesadas clave? | | |
| Participación | Los procesos de selección o elección de los sectores constituyentes del Mecanismo de Coordinación se rigen por principios de buena gobernanza (son transparentes, éticos y están bien documentados) y garantizan la calidad de la participación. | ¿Están representados los grupos clave afectados y en mayor riesgo* en el Mecanismo de Coordinación? (ER 4G) (ER 4H) | |
| | | ¿Están los ministerios que participan en la lucha contra las tres enfermedades representados en el Mecanismo de Coordinación, en función del contexto epidemiológico del país? | |
| | | ¿Cuenta el Mecanismo de Coordinación con una representación equilibrada en lo que respecta al género? (ER 4I) | |
| | | ¿Están bien documentados los procesos de selección de los miembros del Mecanismo de Coordinación que representan a los sectores de la sociedad civil? (ER 5J) | |
| | | ¿Elige el Mecanismo de Coordinación al Presidente y al Vicepresidente entre diferentes sectores y siguiendo principios de buena gobernanza en lo que respecta al cambio periódico y la rotación de la dirección? (ER 5M) | |
| Los sectores constituyentes del Mecanismo de Coordinación participan y | ¿Ocupa el sector no estatal (sector privado, sociedad civil, sector académico) al menos el 40% de los puestos de representación del Mecanismo de Coordinación? (ER 5K) | | |

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|-----------------|---|---|
| | colaboran en los procesos del Fondo Mundial. | ¿Participan activamente los miembros no estatales en todos los comités clave (Monitoreo Estratégico, ejecutivo o ética)? |
| | Los miembros del Mecanismo de Coordinación (especialmente los de la sociedad civil) realizan actividades para solicitar aportaciones y realizar observaciones a sus sectores constituyentes con el fin de contribuir a la toma de decisiones sólidas. | ¿Solicitan activamente los miembros del Mecanismo de Coordinación (especialmente los de la sociedad civil) retroalimentación de sus sectores constituyentes y comparten con ellos información y observaciones? (ER 5L) |
| | Los representantes del Mecanismo de Coordinación (especialmente la sociedad civil) participan en los procesos del país sobre la respuesta nacional (p.e., planificación estratégica nacional, revisiones y la priorización de los programas, y planificación en el país de los asociados para el desarrollo). | ¿Contribuye el Mecanismo de Coordinación a la elaboración del Plan Estratégico Nacional, incluido el fortalecimiento de los sistemas comunitarios? |
| Posicionamiento | El Mecanismo de Coordinación define proactivamente una visión de "posicionamiento estratégico" para garantizar la alineación y la integración con las estructuras nacionales u órganos de coordinación nacionales y los vínculos formales con las plataformas de asociados donantes. | ¿Conoce el Mecanismo de Coordinación el panorama de gobernanza sanitaria en el que opera? ¿Cuenta el Mecanismo de Coordinación con un plan de posicionamiento? |
| | El Mecanismo de Coordinación garantiza que todas las partes interesadas pertinentes (especialmente el Gobierno nacional) acepten la visión y la hagan suya. | ¿Cuán sólidos son los vínculos entre el Mecanismo de Coordinación y otras plataformas de gobernanza sanitaria? |
| | El Mecanismo de Coordinación alinea sus funciones y estructuras con la respuesta nacional para conseguir una mejor armonización de los sistemas, procesos y toma de decisiones con el fin de alcanzar una mayor repercusión y eficiencias. | ¿En qué medida está el Mecanismo de Coordinación bien integrado en la gobernanza sanitaria del país o región? |
| | Los miembros de la sociedad civil y las comunidades están representados y participan proactivamente en los órganos y procesos de coordinación, gobernanza y toma de decisiones más allá del Mecanismo de Coordinación. | ¿Se está institucionalizando la participación de la sociedad civil? |
| | El Mecanismo de Coordinación se asegura de que se adopten procesos éticos de toma de decisiones y se integren en todas sus operaciones. | ¿El Mecanismo de Coordinación cuenta con estructuras para garantizar que la toma de decisiones se lleve a cabo de forma ética? (ER 6N, 6Q, 6R) ¿Sigue el Mecanismo de Coordinación procedimientos para prevenir o mitigar los conflictos de interés durante el proceso de selección del Receptor Principal (RP)? (ER 6O, 6P) ¿Está el Mecanismo de Coordinación organizado para abordar conflictos de interés o problemas éticos? (ER 6S) |
| Operaciones | La Secretaría del Mecanismo de Coordinación proporciona un apoyo administrativo y estratégico efectivo al MCP y sus estructuras. | ¿Proporciona la Secretaría información adecuada a los miembros del Mecanismo de Coordinación para que desempeñen sus funciones? ¿Facilita la Junta Directiva/Comité Ejecutivo una gestión eficaz del desempeño del personal de la Secretaría del Mecanismo de Coordinación? ¿Garantiza la Secretaría del MC una gestión efectiva de los recursos del mecanismo? |
| | El Mecanismo de Coordinación cuenta con estructuras pertinentes y adecuadas, que operan de forma óptima y eficiente. | ¿Están los miembros del Mecanismo de Coordinación preparados para asumir sus funciones? ¿Está el Mecanismo de Coordinación estructurado adecuadamente? |
| | Las operaciones del Mecanismo de Coordinación se gestionan de forma eficaz. | ¿Desempeña correctamente el Mecanismo de Coordinación sus principales responsabilidades? |

STANDARD TERMS AND CONDITIONS**1. Introduction**

1.1 The Country Coordinating Mechanism or the Regional Coordinating Mechanism (“CCM”) named in the face sheet of this Agreement is the CCM for the country (the “Host Country”) specified in the face sheet of this Agreement. The CCM has responsibility for (a) submitting funding requests to the Global Fund; (b) selecting Principal Recipients for grants (except for grants operating under the Additional Safeguards Policy¹); (c) overseeing grant making processes, grant implementation and grant closure process; (d) engaging with national stakeholders for robust national response coordination and results; and (e) ensuring the effective functioning of the CCM.

1.2 The CCM has applied to the Global Fund for funding to support certain fixed costs and other activities of the CCM. The Global Fund has agreed to provide the requested funding on the terms and subject to the conditions set out in this Agreement.

1.3 The CCM is not a legally incorporated body with separate legal personality and does not have the authority to enter into legally binding agreements with third parties. Accordingly, the CCM has designated the organization named in the face sheet of this Agreement (the “CCM Funding Recipient”) to be responsible for receiving and managing such funding on behalf of the CCM.

2. Parties and Purpose

2.1 This Agreement is between the Global Fund to Fight AIDS, Tuberculosis and Malaria, an international financing institution duly formed as a non-profit foundation established under the laws of Switzerland (the “Global Fund”), and the CCM Funding Recipient (each a “Party” and together, the “Parties”).

2.2 This Agreement sets out the terms upon which the Global Fund will make available funding up to the amount stated in the face sheet of this Agreement to support the activities of the CCM.

3. Costed Workplan and Permitted Use

3.1 The Funds (as defined below) may only be used to finance activities of the CCM in accordance with the Costed Workplan and the Performance Framework respectively set out in the relevant annex of this Agreement. Changes to the Costed Workplan are subject to the prior written approval of the Global Fund. The CCM Funding Recipient shall ensure that all Funds are prudently managed and shall take all necessary action to ensure that Funds are used solely to pay for activities in accordance with the Costed Workplan and consistent with the terms of this Agreement. The CCM Funding Recipient shall use its reasonable efforts to ensure that such Funds are not used to support or promote violence, to aid terrorists or terrorist-related activity, to conduct money-laundering activities or to fund organizations known to support terrorism or that are involved in money-laundering activities.

3.2 If the maximum amount of Funds provided under this Agreement exceeds 300,000 USD for any 36 month period occurring between the “Start Date” and the “End Date” (each

¹ The ASP can be found in the Global Fund [Operations Policy Manual](#).

as specified in the face sheet), the CCM Funding Recipient and the CCM acknowledge and understand that the Global Fund has entered into this Agreement in reliance on the representation by the CCM in its funding request that no less than 20% of any funding in excess of 300,000 USD will be provided to the CCM by sources other than the Global Fund to fund CCM activities during this period (the “Co-Funding Minimum”). Accordingly, if the amount of funding expected from other sources for a given CCM Funding Period (as defined below) is in fact or is anticipated to be, materially lower than the Co-Funding Minimum, the CCM Funding Recipient shall promptly notify, or cause the CCM to notify, the Global Fund. Other sources of financing encompass all domestic and foreign development assistance resources (including contributions from governments, loans from external sources or private creditors, debt relief proceeds, and private contributions such as from non-governmental organizations, faith-based organizations, other domestic partners, and user fees). For purposes of fulfilling the requirements of this section 3.2, funding from other sources will not be deemed acceptable to satisfy the Co-Funding Minimum unless such funding is used to cover eligible costs for CCM funding, as described in the CCM Funding OPN², as amended and updated from time to time and published on the Global Fund’s website.

3.3 The CCM and the CCM Funding Recipient acknowledge and agree that all funds committed or disbursed by the Global Fund under all previous CCM funding agreement(s) with the CCM Funding Recipient with respect to the Host Country (including any interest earned on CCM funding disbursed by the Global Fund) (collectively, “Existing Funds”) shall be treated as follows:

- (a) all such Existing Funds that have been spent or committed by or on behalf of the CCM, or the CCM Funding Recipient, prior to the Start Date shall be subject to, and accounted for, under the terms and conditions of the existing CCM Funding Agreement(s) pursuant to which such funds were disbursed or generated;
- (b) all such Existing Funds that have not been spent or committed as of the Start Date shall be subject to, and accounted for, under the terms and conditions of this Agreement; and
- (c) the Performance Framework for this Agreement relates to the “Agreement Amount” indicated in the face sheet of this Agreement, which includes the aggregate amount of funding described in section 3.3(b) above (collectively, the “Funds”).

3.4 The Performance Framework may set forth indicators to assess and measure the performance and functioning of the CCM. The Global Fund shall have the right to reduce Funds under this Agreement in the event of failure by the CCM to comply with the set indicator(s). The Global Fund reserves the right to reduce Funds by up to 30% of annual disbursement for non-compliance under each indicator. Such reduction may be cumulated in the event the CCM fails to comply with more than one indicator and/or non-compliance continues beyond each annual period. Such reduction shall be, in all cases, subject to the settlement of all outstanding commitments as of the time such reduction is communicated to the CCM Funding Recipient. Notwithstanding the foregoing, upon request from the Global Fund, the Global Fund and the CCM Funding Recipient shall consult on staff-related commitments, including CCM Secretariat staff contracts.

4. Effective Date; CCM Funding Period

² [The Global Fund Operational Policy Manual](#)

4.1 This Agreement shall become effective on the date of its signature by both the CCM Funding Recipient and the Global Fund, acting through their duly Authorized Representatives identified in the face sheet of the Agreement.

4.2 Unless otherwise agreed between the Global Fund and the CCM Funding Recipient, the Agreement is signed with Costed Workplan and Performance Framework corresponding to the first 12 months of the CCM Funding Period. The submission and approval of the Costed Workplan and Performance framework for any subsequent year will occur on a yearly basis.

4.3 The Global Fund is making the Funds available to the CCM through the CCM Funding Recipient for a period (the “CCM Funding Period”) which starts on the Start Date indicated in the face sheet of this Agreement and ends on the End Date indicated in the face sheet of this Agreement. Upon expiration of this Agreement, the CCM may submit a request for continued funding to the Global Fund, which may be approved by the Global Fund in its sole discretion. A condition of such approval is the submission of all reports required by this Agreement, in form and substance satisfactory to the Global Fund.

4.4 The total amount that the Global Fund agrees to make available shall be committed by the Global Fund in tranches on an annual basis as shown in the face sheet of this Agreement. The amount of each such annual tranche shall be determined by the Global Fund at its sole discretion; provided, however, that (a) the first annual tranche shall be specified in, and deemed committed by the Global Fund upon, the signing of this Agreement, and (b) the amount of each subsequent annual tranche, once determined, shall be communicated by the Global Fund in due course through written notice to the CCM.

5. Representations and Covenants

Each of the CCM and the CCM Funding Recipient represents and covenants to the Global Fund that (a) save for the CCM, it is a legal entity validly existing under the laws of the jurisdiction in which it was formed, it has the legal capacity to enter into this Agreement and this Agreement is enforceable against the CCM Funding Recipient in accordance with its terms; (b) this Agreement has been, and any amendment to this Agreement will be, duly executed and delivered by it; (c) it has all the necessary power and authority to enter into this Agreement and perform its obligations under this Agreement; (d) its activities are, and will continue to be, operated in compliance with Host Country law and other applicable law; and (e) there are no claims, investigations or proceedings in progress or pending or threatened against it which, if determined adversely, would have a material adverse effect on its capacity to implement this Agreement. The CCM represents and covenants that no other funding is being provided to support CCM activities that duplicates the funding provided under this Agreement and the CCM will provide written notice to the Global Fund of any additional funding made available to the CCM that duplicates the funding provided under this Agreement. In addition, each of the CCM and the CCM Funding Recipient acknowledges that it is generally aware that laws exist that prohibit the provision of resources and support to individuals and organizations associated with terrorism and that the European Union, the U.S. Government and the United Nations Security Council have published lists identifying individuals and organizations considered to be associated with terrorism.

6. Local Fund Agent

6.1 The Global Fund may retain the services of a Local Fund Agent (the “LFA”) to perform certain functions on behalf of the Global Fund.

6.2 Each of the CCM and the CCM Funding Recipient shall cooperate fully and actively with the LFA to permit the LFA to carry out its functions. To this end, each of the CCM and the CCM Funding Recipient shall, in particular, submit all required reports to the LFA, allow the LFA access to review the CCM Funding Recipient's books and records relating to the funding provided under this Agreement, permit the LFA to perform ad hoc site visits at the times decided by the LFA, permit the LFA to interview its personnel, and cooperate in any other way that the Global Fund may specify.

6.3 The LFA may collect or seek to collect data, and it is possible that such data may contain Personal Data. Prior to collection, and at all times thereafter, each of the CCM and the CCM Funding Recipient shall take all necessary actions to ensure that the transfer of such information to the LFA does not violate any applicable law or regulation.

7. Disbursements and Reporting

7.1 The timing and amount of any disbursements of funds under this Agreement shall be determined by the Global Fund in its sole discretion. However, in general, the Global Fund will disburse funds under this Agreement on an annual basis. The Global Fund will not disburse funds under this Agreement after the End Date or at any time when the Global Fund has determined in its sole discretion that funds sufficient to make the disbursement are not available to the Global Fund for such purpose at the time of the disbursement.

7.2 For each tranche of the Funds committed by the Global Fund in accordance with section 4.4 of this Agreement, the Global Fund shall disburse relevant Funds through one or more cash payments taking into consideration the cash flow needs and performance of the CCM; provided, however, that notwithstanding any funding commitment that the Global Fund has made pursuant to section 4.4 or any anticipated disbursement schedule that may be included in a CCM Funding Agreement, the following conditions shall apply:

(a) any disbursement by the Global Fund under this Agreement will be subject to the determination by the Global Fund, at its sole discretion, of the availability of relevant funding;

(b) the timing and amount of each disbursement shall be determined by the Global Fund at its sole discretion taking into consideration cash flow needs and CCM performance; and

(c) no disbursement shall be made by the Global Fund unless all of the requirements specified hereunder and in the Agreement have been met or are otherwise waived by the Global Fund in writing.

7.3 Unless otherwise notified by the Global Fund, the Global Fund shall not effect or otherwise authorize any disbursement after the end of the Funding Period specified in this Agreement.

7.4 The Global Fund at its sole discretion may de-commit the whole or a part of the Funds (to the extent previously committed by the Global Fund in accordance with section 4.4 but not disbursed) upon the expiry of the Funding Period for which such Funds are made available, or as otherwise deemed appropriate by the Global Fund, at its sole discretion, during the CCM Funding Period.

7.5 The CCM Funding Recipient shall, not later than 30 days after the end of each 12 month period of the relevant CCM Funding Period, commencing with the 12 month period following the Start Date (or such other date as may be agreed between the Global Fund and the CCM Funding Recipient on a case-by-case basis) (each such date a "Report Due Date"), provide to the Global Fund a progress update containing the following information:

(a) a financial report for the period beginning on the Start Date (or the day after the end of the most recent reporting period, for reports provided with respect to the subsequent year of the CCM Funding Period) and ending on the applicable Report Due Date. The financial report shall set out the income and expenditure relating to funds disbursed under this Agreement and a statement of the cash balance at the end of the period and the projected cash balance at the End Date. Expenditure reporting must include costs broken down by financial cost category in accordance with the Global Fund Guidelines for Grant Budgeting as well as by CCM functional area. Information must also be provided on CCM funding use by representatives of non-governmental constituencies on the CCM. The Global Fund may, by written notice to the CCM Funding Recipient, specify the form of the report. The CCM Funding Recipient shall explain in the report any variance between the approved Costed Workplan and actual expenditures; and

(b) a performance report for the period beginning on the Start Date (or the day after the end of the most recent reporting period) and ending on the applicable Report Due Date describing results achieved against intended targets. The Global Fund will provide the form of the report.

7.6 In addition to the reports mentioned in section 7.5 of this Agreement, the Global Fund may, at its discretion, request the CCM Funding Recipient or the CCM to complete additional reports and submit additional information, including a CCM assessment and staff evaluation.

7.7 The CCM Funding Recipient acknowledges and understands that the CCM is responsible for providing a report with respect to amounts pledged in order to satisfy the requirements of section 3.2 of this Agreement, showing evidence, in form and substance satisfactory to the Global Fund, that such amounts have been made available to the CCM members.

7.8 The CCM's continued compliance throughout the CCM Funding Period with the Global Fund's Eligibility Requirements³ (as applicable) is a condition to the CCM receiving funding from the Global Fund. In the event that the Global Fund determines, in its sole discretion, that the CCM is not in compliance with these requirements and standards, the Global Fund may terminate or suspend this Agreement in accordance with section 15 of this Agreement.

7.9 Performance management by the CCM, as detailed in the Country Coordinating Mechanism Policy (the "CCM Policy"), of CCM Secretariat staff whose salaries are covered under the Costed Workplan, is a condition to the CCM Funding Recipient receiving funding from the Global Fund. In the event that the Global Fund determines, in its sole discretion, that the CCM is not in compliance with the requirements and standards detailed in the CCM Policy, the Global Fund may terminate or suspend this Agreement in accordance with section 15 of this Agreement.

7.10 The CCM and the CCM Funding Recipient acknowledge and agree that the Global Fund may use, reproduce and/or distribute to the public reports and data, in whole or in part, that have been submitted by the CCM and/or the CCM Funding Recipient to the Global Fund under this Agreement. The CCM and the CCM Funding Recipient also acknowledge and

³[Country Coordinating Mechanism Policy](#) .

agree that the Global Fund may use, reproduce, modify and/or adapt information and other data contained in such reports for any reason whatsoever.

8. Bank Account

8.1 The CCM Funding Recipient shall ensure that: (a) Funds disbursed to the CCM Funding Recipient remain, to the extent practicable, in a bank account which bears interest at a reasonable commercial rate available in the Host Country until they are expended for CCM administrative purposes; (b) Funds are deposited in a bank that is fully compliant with all applicable local and international banking standards and regulations, including capital adequacy requirements; and (c) at all times, Funds are held in cash and may be withdrawn at any time, in full, upon demand.

8.2 Any interest on Funds disbursed by the Global Fund to the CCM Funding Recipient under this Agreement shall be accounted for and used solely in accordance with the Costed Workplan or as otherwise agreed by the Global Fund.

9. Books and Records; Audits; Access

9.1 The CCM Funding Recipient shall maintain accounting books, records, documents and other evidence relating to this Agreement, adequate to show all payments made, costs incurred and revenues earned by the CCM Funding Recipient in relation to Funds disbursed under this Agreement, including but not limited to, contracts, invoices, asset registers, payslips, receipts and other similar records ("books and records"). The CCM Funding Recipient shall maintain books and records in accordance with the generally accepted accounting standards in the Host Country. Books and records must be kept in the possession of the CCM Funding Recipient for at least seven years after the date of last disbursement under this Agreement, or for such longer period, if any, required to resolve any claims or audit enquiries, or if required to do so by the Global Fund.

9.2 The CCM Funding Recipient shall, at the request of the Global Fund, have a financial audit of revenues and expenditures relating to Funds disbursed under this Agreement conducted by an independent auditor. The period under audit, the selection of auditor and the terms of reference of the audit shall be subject to the approval of the Global Fund. The report shall be provided to the Global Fund not later than three months after the period under audit. The cost of such audit shall, at the Global Fund's discretion, be paid either from Funds made available under this Agreement or other resources available to the Global Fund for this purpose.

9.3 The Global Fund reserves the right, on its own or through an agent (utilizing Funds made available under this Agreement or other resources available for this purpose) to conduct a financial review, forensic audit or evaluation, or to take any other actions that it deems necessary to ensure the accountable use of Funds disbursed under this Agreement and to monitor compliance by each of the CCM and the CCM Funding Recipient with the terms of this Agreement. Each of the CCM and the CCM Funding Recipient shall cooperate with the Global Fund and its agents in the conduct of such review, audit, evaluation or other action.

9.4 Each of the CCM and the CCM Funding Recipient shall permit or ensure authorized representatives of the Global Fund, its agents or any other third party authorized by the Global Fund, access at all times to: (a) books and records or any other documentation related to the funding made available under this Agreement; (b) the premises of the CCM and the CCM Funding Recipient where the books and records are kept; (c) other sites where

CCM-related documentation is kept; and (d) all personnel of the CCM and the CCM Funding Recipient.

9.5 Each of the CCM and the CCM Funding Recipient shall notify the Global Fund promptly in writing of any audit or forensic investigation pertaining to operations of the CCM Funding Recipient or the CCM.

9.6 The Global Fund may collect or seek to collect data, and it is possible that such data may contain Personal Data (as defined below). Prior to collection, and at all times thereafter, each of the CCM and the CCM Funding Recipient shall take all necessary actions to ensure that the transfer of such information to the Global Fund does not violate any applicable law or regulation.

10. Goods and Services; Assets

10.1 The CCM Funding Recipient shall maintain policies and practices that govern all procurement using funds made available under this Agreement that, at a minimum, conform to standards that ensure transparency, value-for-money, competitiveness, efficiency and accountability. The CCM Funding Recipient shall ensure that such policies and practices are followed at all times. The CCM Funding Recipient shall maintain appropriate records documenting in detail the receipt and use of goods and services acquired under the Agreement by the CCM Funding Recipient and lists of all fixed assets, the nature and extent of solicitations of prospective suppliers of goods and services acquired by the CCM Funding Recipient, and the basis of award of CCM Funding Recipient contracts and orders.

10.2 Title to goods or other property financed by the Global Fund under this Agreement shall be held by the CCM Funding Recipient, unless the Global Fund directs, at any time in its sole discretion, that title be transferred to the Global Fund or another entity nominated by the Global Fund. The CCM Funding Recipient shall ensure that all goods and services and activities financed with funds made available under this Agreement are used solely for the activities of the CCM consistent with the Costed Workplan.

10.3 The CCM Funding Recipient shall maintain, where available at a reasonable cost, appropriate levels of insurance to cover its activities under this Agreement, including assets financed under this Agreement. The CCM Funding Recipient shall be solely liable for the loss or theft of, or damage to any and all items purchased with funds made available under this Agreement and the loss or theft of any cash in the possession of the CCM Funding Recipient or any of its agents and shall have no recourse to the Global Fund for any such loss or theft.

10.4 The CCM Funding Recipient and the CCM are strongly encouraged to ensure that this Agreement and the purchase of any goods or service using Grant funds by the CCM Funding Recipient shall be free from taxes and duties imposed under laws in effect in the Host Country. The CCM shall, not later than 90 days after the Start Date, inform the Global Fund of the status of the exemption from taxes and duties that may be accorded to assistance under this Agreement.

10.5 If a tax or duty has been levied and paid by the CCM Funding Recipient despite the exemption from such tax or duty, the Global Fund may, in its sole discretion, (a) require the CCM Funding Recipient to refund to the Global Fund, or to others as the Global Fund may direct, the amount of such tax with funds other than those provided under this Agreement; or (b) offset the amount of such tax from amounts to be disbursed under this or any other agreement between the Global Fund and the CCM Funding Recipient.

10.6 In the event of a disagreement about the application of an exemption that has been granted by the government of the Host Country, the Global Fund, the CCM Funding Recipient and the CCM shall endeavor promptly to resolve such matters, guided by the principle that the CCM Funding is intended to be free from taxation, so that all of the funds provided by the Global Fund under this Agreement shall contribute directly to the activities of the CCM in the Host Country and affect the treatment and prevention of disease in the Host Country.

11. Conduct

11.1 The CCM shall take all appropriate and necessary actions to ensure that it complies with the Code of Ethical Conduct for Country Coordinating Mechanism Members, as amended from time to time, of which all the provisions are hereby incorporated herein by reference in their entirety as if they were fully set forth herein.

11.2 Each of the CCM and the CCM Funding Recipient shall maintain and enforce standards of conduct to govern its performance and the performance of persons affiliated with it (for example, directors, officers, employees or agents) engaged in the award and administration of contracts, grants, or other benefits using funds made available under this Agreement to ensure that such persons do not engage in any practice set forth in Section 11.3 below.

11.3 Each of the CCM and the CCM Funding Recipient shall not, and shall ensure that no person affiliated with it:

(a) participate(s) in the selection, award or administration of a contract, grant or other benefit or transaction funded under this Agreement, in which the person, members of the person's immediate family or his or her business partners, or organizations controlled by or substantially involving such person, has or have a financial interest;

(b) participate(s) in transactions involving organizations or entities with which or whom that person is negotiating or has any arrangement concerning prospective employment;

(c) offer(s), give(s), solicit(s) or receive(s), directly or indirectly, gratuities, favors, gifts or anything else of value to influence the action of any person involved in the procurement process or contract execution;

(d) misrepresents or omits facts in order to influence the procurement process or the execution of a contract;

(e) engage(s) in a scheme or arrangement between two or more bidders, with or without the knowledge of the CCM and/or the CCM Funding Recipient, designed to establish bid prices at artificial, non-competitive levels; or

(f) participate(s) in any other practice that is or could be construed as an illegal or corrupt practice in the Host Country.

11.4 If the CCM or the CCM Funding Recipient has knowledge or becomes aware of (a) any actual, apparent or potential conflict between the financial interests of any person affiliated with the CCM Funding Recipient, the CCM, the LFA, or the Global Fund and that person's duties with respect to the implementation of this Agreement; or (b) any of the practices listed in Section 11.3 above, the CCM or the CCM Funding Recipient (as the case may be) shall immediately disclose the actual, apparent or potential conflict of interest directly to the Global Fund.

11.5 The CCM Funding Recipient and the CCM shall ensure that the Global Fund's Code of Conduct for Suppliers, as amended from time to time, (the "Code of Conduct for suppliers") shall be communicated to all bidders, suppliers, agents, intermediaries, consultants and contractors (the "Suppliers"). The CCM Funding Recipient and the CCM acknowledge and agree that in the event of non-compliance with the Code of Conduct for Suppliers, to be determined by the Global Fund in its sole discretion, the Global Fund reserves the right not to fund the contract between the CCM Funding Recipient or the CCM and the Supplier or seek the refund any funds disbursed to the CCM Funding Recipient under this Agreement in the event the payment has already been made to the Supplier.

11.6 Each of the CCM and the CCM Funding Recipient acknowledge that the implementation of the Costed Workplan is expected to respect the following principles and rights ("Data Protection Principles"):

(a) Information that could be used to identify a natural person ("Personal Data") will be: (i) processed lawfully, fairly and transparently; (ii) collected for specified, explicit and legitimate purposes and not further processed in a manner not compatible with those purposes; (iii) adequate, relevant and limited to what is necessary for the purposes for which it is processed; (iv) accurate and, where necessary, kept up to date; (v) kept in a form which permits identification of the individuals for no longer than is necessary for the purposes for which the Personal Data is processed; and (vi) processed in a manner that ensures appropriate security of the Personal Data; and

(b) Natural persons are afforded, where relevant, the right to information about Personal Data that is processed; the right to access and rectify or erase Personal Data; the right to data portability; the right to confidentiality of electronic communications; and the right to object to processing.

11.7 Where collection and processing of Personal Data is required in order to implement the Costed Workplan by each of the CCM and the CCM Funding Recipient, they should respect the Data Protection Principles:

(a) to the extent that doing so does not violate or conflict with applicable law and/or policy; and

(b) subject to each of the CCM and the CCM Funding Recipient balancing the Data Protection Principles with other fundamental rights in accordance with the principle of proportionality, taking into account the risks to the rights and freedoms of natural persons.

12. Use of Global Fund Name and Logo

Neither the CCM nor the CCM Funding Recipient shall use the logo or any trademarks of the Global Fund unless it has executed valid license agreements with the Global Fund for such use.

13. Novation or Transfer of CCM Funding Recipient

If at any time, the CCM, the CCM Funding Recipient or the Global Fund concludes that the CCM Funding Recipient is not able to perform the role of CCM Funding Recipient and/or to carry out its responsibilities under this Agreement or if, for whatever reason, the CCM, the Global Fund and the CCM Funding Recipient wish to transfer some or all of the responsibilities of the CCM Funding Recipient to another entity that is able and willing to accept those responsibilities, then the other entity (the "New CCM Funding Recipient"), may

be substituted for the CCM Funding Recipient in this Agreement. The substitution shall occur on such terms and conditions as the Global Fund and the New CCM Funding Recipient agree, in consultation with the CCM. The CCM and the CCM Funding Recipient shall cooperate fully with the Global Fund and the New CCM Funding Recipient to facilitate the transfer.

14. Notices

Any notice, request, document, report, or other communication submitted by the CCM, the CCM Funding Recipient or the Global Fund, unless this Agreement expressly provides otherwise, shall be sent to each other party's: (a) Authorized Representative noted in the face sheet of this Agreement, as appropriate; or (b) the Name/Address for Notices noted in the face sheet of this Agreement, as appropriate. All official communications under this Agreement shall be in English.

15. Termination, Suspension, Expiry of CCM Funding Period

15.1 The Global Fund may terminate or suspend this Agreement or funding under this Agreement, in whole or in part, for any reason in the Global Fund's sole discretion, upon giving the the CCM Funding Recipient written notice. Any portion of this Agreement that is not terminated or suspended shall remain in full force and effect.

15.2 Upon full or partial termination of this Agreement for any reason or the expiry of the CCM Funding Period, among other procedures which may be requested by the Global Fund:

(a) the CCM Funding Recipient shall immediately return to the Global Fund any funds disbursed to the CCM Funding Recipient under this Agreement that have not been expended as of the termination date specified in the termination notice or the expiry date of the CCM Funding Period (as applicable), if requested to do so by the Global Fund;

(b) the CCM Funding Recipient shall provide to the Global Fund a final financial report and financial verification, in the form agreed with the Global Fund, relating to the funding provided under this Agreement and an inventory of all assets and receivables financed with funds made available under this Agreement; and

(c) at the direction of the Global Fund, the CCM Funding Recipient shall transfer any assets financed with funds made available under this Agreement to the Global Fund or another entity nominated by the Global Fund.

15.3 Without prejudice to the availability or exercise of any other remedies under this Agreement, the Global Fund may require the CCM Funding Recipient to immediately refund to the Global Fund any funds disbursed under this Agreement in the currency in which it was disbursed if (a) the Global Fund has disbursed an amount to the CCM Funding Recipient in error; (b) this Agreement has been terminated or suspended; (c) there has been a breach by the CCM or the CCM Funding Recipient of any provision of this Agreement; or (d) the CCM or the CCM Funding Recipient has made a material misrepresentation with respect to any matter related to this Agreement.

16. Limitation of Liability; Indemnification

16.1 The Global Fund shall be responsible only for performing the obligations that are specifically set forth in this Agreement. Except for those obligations, the Global Fund shall have no liability to the CCM (or any member thereof), the CCM Funding Recipient (any employees or any contractor thereof) or any other person or entity as a result of this

Agreement. Any financial or other liability that may arise as a result of the activities of the CCM or the CCM Funding Recipient shall be the sole responsibility of the CCM and the CCM Funding Recipient.

16.2 This Agreement shall in no way be construed as creating the relationship of principal and agent, of partnership in law or of joint venture as between the Global Fund and the CCM Funding Recipient or the CCM. Neither the CCM nor the CCM Funding Recipient shall, under any circumstances, represent that it is an agent of the Global Fund, and shall take all reasonable precautions to avoid any perception that such relationship exists.

16.3 The CCM Funding Recipient shall defend, indemnify and hold harmless the Global Fund, its directors, officers and employees and any of the Global Fund's agents and contractors from and against (i) any and all losses of the Global Fund, its officers and employees, and (ii) any and all claims, liabilities suits, actions (including charges, disbursements and reasonable fees of counsel), proceedings, damages, expenses and obligations of any kind that may be incurred by the Global Fund or asserted against the Global Fund, its officers and employees, by or on behalf of any person on account of, based on, resulting from, or arising out of (or which may be claimed to arise out of) the acts or omission of the CCM Funding Recipient and/or its agents, employees, assignees, transferees, delegees or successors, for which the CCM Funding Recipient retains responsibility.

17. Applicable Law; Arbitration

17.1 This Agreement shall be governed by the UNIDROIT Principles (2004).

17.2 Any dispute, controversy or claim arising out of or relating to this Agreement, or the breach, termination or invalidity thereof, shall be settled by arbitration in accordance with the United Nations Commission on International Trade Law (UNCITRAL) Arbitration Rules as at present in force. The Global Fund and the CCM Funding Recipient agree to be bound by the arbitration award rendered in accordance with such arbitration, as the final adjudication of any such dispute, controversy, or claim. The appointment authority for such arbitrator shall be the International Chamber of Commerce International Court of Arbitration. The number of arbitrators shall be three. The place of arbitration shall be Geneva, Switzerland. The language to be used in the arbitral proceedings shall be English.

18. Miscellaneous

18.1 No modification of this Agreement shall be valid unless in writing and signed by an authorized representative of the Global Fund and an authorized representative of the CCM Funding Recipient.

18.2 This Agreement and any annexes and attachments hereto constitute the entire agreement between the Parties and set out all the conditions, understandings and agreements between the Parties pertaining to the subject matter of this Agreement and supersedes all prior agreements, understandings, negotiations and discussions, whether oral or written. There are no conditions, understandings or other agreements, oral or written, express, implied or collateral between the Parties in connection with the subject matter of this Agreement except as specifically set forth in this Agreement and any attachments hereto.

18.3 No delay in exercising any right or remedy under this Agreement shall be construed as a waiver of such right or remedy.

18.4 This Agreement shall be binding on the successors and assignees of the CCM Funding Recipient and the Agreement shall be deemed to include the CCM Funding Recipient's successors and assignees. However, nothing in this Agreement shall permit any assignment without the prior written approval of the Global Fund.

18.5 All covenants, agreements, representations and warranties made by the CCM and the CCM Funding Recipient in this Agreement shall be considered to have been relied upon by the Global Fund and shall survive the execution and delivery of this Agreement, regardless of any investigation made by the Global Fund or on its behalf and notwithstanding that the Global Fund may have had notice or knowledge of any fact or incorrect representation or warranty at any time in the CCM Funding Period, and shall continue in full force and effect until the End Date. The provisions of Section 3 (Costed Workplan and Permitted Use), Section 5 (Representations and Covenants), Section 9 (Books and Records; Audit; Access), Section 10 (Goods and Services; Assets), Section 11 (Conduct), Section 15 (Termination, Suspension, Expiry of CCM Funding Period), Section 16 (Limitation of Liability; Indemnity), Section 17 (Applicable Law; Arbitration) and Section 19 (Privileges and Immunities) shall survive and remain in full force and effect regardless of the expiry of the CCM Funding Period or the termination or expiry of this Agreement.

18.6 This Agreement may be executed in one or more counterparts, all of which will constitute one and the same agreement.

19. Privileges and Immunities

19.1 Nothing in or related to this Agreement may be construed as a waiver, express or implied, of the privileges and immunities accorded to the Global Fund under (a) the Agreement on the Privileges and Immunities of the Global Fund, (b) international law, including international customary law, any international conventions, treaties or agreements, (c) any national laws including but not limited to the United States of America's International Organizations Immunities Act (22 United States Code 288), or (d) under the Headquarters Agreement between the Global Fund and the Swiss Federal Council dated 13 December 2004.

19.2 The CCM and the CCM Funding Recipient will use their best efforts, upon the request of the Global Fund, to secure recognition by the Host Country of the Global Fund as an institution to which the privileges and immunities normally granted to international organizations apply.

20. Trustee

The Global Fund and the International Bank for Reconstruction and Development (the "World Bank") have entered into an agreement by which the World Bank has agreed to establish the "Trust Fund for the Global Fund to Fight AIDS, Tuberculosis and Malaria" (the "Trust Fund") and to serve as the trustee of the Trust Fund (the "Trustee"). Funds made available to the CCM Funding Recipient under this Agreement will be disbursed from the Trust Fund. All of the obligations of the Global Fund under this Agreement are obligations of the Global Fund and the World Bank has no personal liability for the obligations of the Global Fund under this Agreement.