## Latvia experience from outsourcing vaccine logistics to the private sector

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# **Country overview**



- 2014:
  - Population: **1 990 000**
  - Births: 21 532 (1,1%)
- Area: 64,589 km<sup>2</sup>
- GDP per capita
  (nominal) : \$25,195
  (estimates, 2015)
- Climate: temperate (January -5°C; July 17°C)

### Immunization programme trends 2008 2010 2015 13 antigens **11** antigens 14 antigens (HPV, PCV) (Varicella) (Rotavirus)

Combined vaccines: •DTaP-IPV-Hib-HB (4 doses) from 2010 •Td-IPV (14 years) from2010

## Immunization supply chain network



\* Centre for Disease Prevention and Control of Latvia

## Reasons for transfer of vaccine supply to the private sector



# How the new vaccine distribution system functions (monthly cycle)



# Impact (what was achieved)

### **Advantages**

- No operational, equipment and investment costs
- Shared logistics with other pharmaceutical products and medical goods
- Development , modernization and improvement due to competition between wholesalers
- Skilled and well motivated staff
- High level of performance

### **Areas for improvement**

- Several wholesalers store and distribute vaccines
- Duplication of supply chains
- Vaccine price includes incountry distribution
- No buffer stock
- Additional administrative work for EPI staff to supervise and coordinate the process
- Lack of EPI training and supportive supervision

# Lessons learned (steps forward)

- Involvement of private sector in storage and distribution of vaccines is potentially cost-effective
- The following issues should be considered before decision to involve private sector in EPI vaccine management is taken:
  - Detailed assessment of the existing network
  - Cost-effectiveness analysis
  - Assessment of cold store capacity and safety offered by private sector
- Separation of tendering process for vaccine supply and storage/distribution
- Maintaining buffer stock

# Thank you for your attention!

