

countries might have difficulty reaching the 66% requirement. In such a case, a programmatic justification is required. (E.g. 80% of the epidemic is among prostitutes, therefore a higher proportion of sexual transmission funds are directed to correct and consistent condom use among populations engaged in high-risk behaviors within the context of the ABC approach). Please note, that in a generalized epidemic a very strong justification is required to not meet the 66 percent AB requirement. Again, please inform your core team leader as soon as possible with the justification if you think these budget requirements will present a problem. We expect that all focus countries, and in particular those with budgets that exceed \$75,000,000, will meet these requirements.

In any case, however, no country should decrease between 2005 and 2006 the percent of sexual transmission activities that are AB. There will be no exceptions to this requirement.

Appendix 8 provides Track 1 FY06 Budget Allocations by Country. You must include the Track 1 AB resources for your country in the calculation of the 66 percent and 50 percent targets. Since the COPR database was not structured to allow entry of Track 1 budget levels for central mechanisms (funded by headquarters budgets), we will provide a separate Excel spreadsheet for your country, which will contain all the information in Appendix 8. You will then need to copy Table 4 from the COP (Summary Budget Table) into the spreadsheet. All formulas will be entered such that the spreadsheet will automatically calculate for you: i) AB resources as a percent of ABC resources for all prevention of sexual transmission of HIV (66 percent target); and ii) Resources for prevention of sexual transmission of HIV as a percent of the overall prevention budget (50% target).

b. Orphans & Vulnerable Children: All countries must use 10 percent of their program resources toward OVC programs. Excluded from the definition of program resources are Strategic Information, Other/Policy Analysis and System Strengthening, and Management and Staffing. In addition to Track 1 OVC grants, countries may select to attribute activities for pediatric AIDS to either the treatment or OVC areas. Again, should you have a problem in meeting this requirement, please notify your core team leader with a justification as soon as possible.

Appendix 8 provides Track 1 FY06 Budget Allocations by Country. You must include the Track 1 OVC resources for your country in the calculation of the 10 percent budgetary requirement. Since the COPR database was not structured to allow entry of Track 1 budget levels for central mechanisms (funded by headquarters budgets), we will provide a separate Excel spreadsheet for your country, which will contain all the information in Appendix 8. You will then need to copy Table 4 from the COP (Summary Budget Table) into the spreadsheet. All formulas will be entered such that the spreadsheet will automatically calculate for you: i) OVC resources as a percentage of all program resources, excluding Strategic Information; Other/Policy Analysis and Systems Strengthening; Management and Staffing.

c. Treatment: To meet the Congressional recommendation that the Emergency Plan allocate 55 percent of its resources to antiretroviral (ARV) treatment in FY06, all countries will need to incorporate the 55 percent goal as a budgetary requirement.