



## NATIONAL HEALTH INSURANCE FUND

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### NHIF INVESTMENTS

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#### Overview

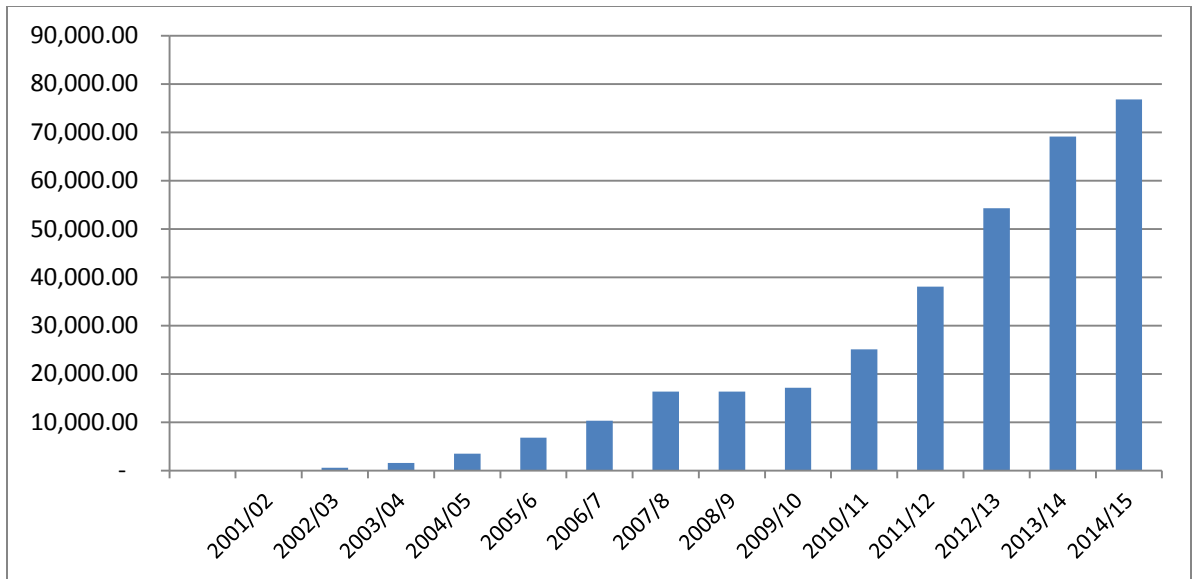
The Fund's Investments function is guided by the NHIF Act, the Social Security Schemes Investments Guidelines 2012, Investments Policy and Exposure limits. Since the inception of the Fund in 2001, the NHIF Act section 33(d) requires investible funds to be invested in short-term securities, interest bearing deposits and securities. With effect from 17<sup>th</sup> March 2010, Section 33(d) of the NHIF Act was amended and replaced by section 33(d) and 33(e) which states:-

- a) That any investment of the Fund shall be for short or long – term investments aimed at improving the provision of health services to its members or to the general public; and
- b) That any such investments shall be made subject to guidelines issued by the Bank of Tanzania.

With these amendments, the Fund has been investing its investible funds in fixed/ call deposits, treasury bills, treasury bonds, corporate bonds, shares, loans and projects that aim at improving the health sector of Tanzania.

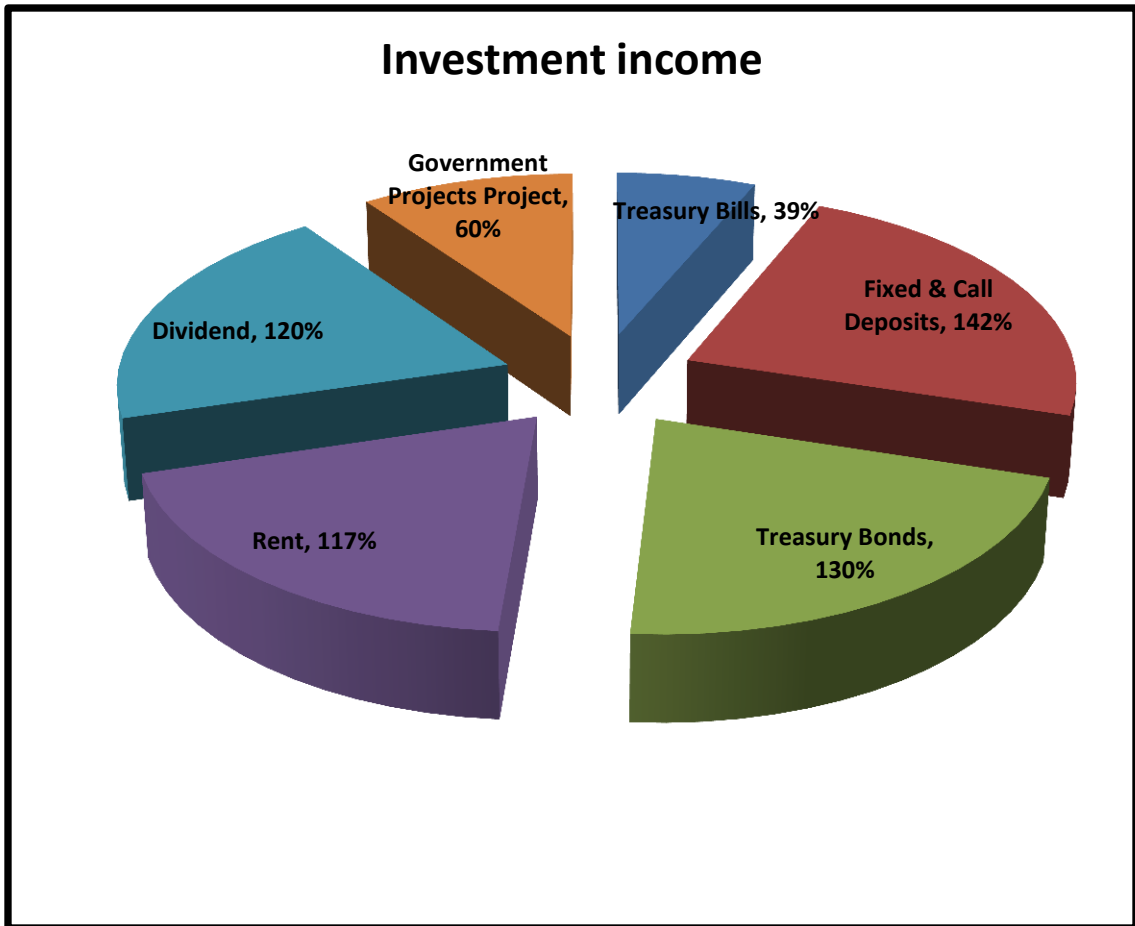
**INVESTMENT INCOME:** Investments income of the Fund has been growing from 2001/02 to date as shown in the figure below.

***Figure: Trend of Actual Investments Income from 2001/02 to 2014/15.***



### **NHIF INVESTMENT PORTFOLIO**

The Fund's Investment Portfolio for the year 2014/2015 was as shown in the figure below:



### **MEDICAL EQUIPMENT AND FACILITY IMPROVEMENT LOANS**

In a bid to improve provision of quality services to members and the general public, in 2007 the Fund inaugurated the Medical Equipment and Facility Improvement Loans project for the purpose of providing soft loans to all qualifying accredited health service providers for facility face-lifting and purchase of medical equipment.

The payment arrangement for the medical equipment and facility improvement loans is as follows:-

- a) For medical equipment, the service providers (loan applicants) collect equipment from the shortlisted suppliers and the payments are made directly to the supplier; and

b) For Facility Improvement loans, payments are made directly to the contractors through raised certificates of payments which are certified by the project consultant/supervisor.

As of 30<sup>th</sup> June 2015, the Fund has approved Medical Equipment Loans to **229 facilities** and Facility Improvement Loans to **69 facilities**. Out of the approved amount for medical equipment loans, 112 facilities have already utilized the approved amount and collected medical equipment. Whereas, out of approved amount for facility improvement, the Fund has disbursed payments to 18 facilities.



*NHIF building at Morogoro Regional Hospital rehabilitated by the Fund through facility improvement loan.*

## **PROJECTS**

In the efforts to improve health care delivery and referral systems in the country, the Fund is currently financing the Construction of the Centre of Medical Excellence at Dodoma Regional Referral Hospital, the Modern Diagnostic Centre at the University of Dodoma and the Seven Twin Storey Block for MOI Neurological Services (MOI Phase III Development).

## **1. THE CENTRE OF MEDICAL EXCELLENCE AT DODOMA REGIONAL REFFERAL HOSPITAL**

The Centre comprises of the following functions: Outpatient Services, Inpatient Services, Theatre, Intensive Care Unit, Specialized Clinics (Ophthalmology, ENT, Dental, Physiotherapy) and Investigations. The construction of mortuary building, laundry and incinerator is part of this project and the Fund is in process of starting the construction.

The Centre is on its final stages of completion and it will be managed in collaboration with Dodoma Regional Referral Hospital serving NHIF beneficiaries and the general public at large.











*The Centre of Medical Excellence at Dodoma Regional Referral Hospital financed  
by NHIF*

## **2. MODERN DIAGNOSTIC CENTRE (PHASE – I) AND TEACHING HOSPITAL (PHASE II) AT THE UNIVERSITY OF DODOMA**

The Modern Diagnostic Centre will provide world class diagnostic services and will reduce the government costs of referring patients out of country. The centre will serve for the purpose of diagnostic, treatment and teaching of University Medical Student.



*Modern Diagnostic Centre at the University of Dodoma funded by NHIF Tanzania*

### **3. CONSTRUCTION OF THE FUND'S REGIONAL OFFICES**

The Fund has been growing rapidly since its inception in 2001 because of among other things increasing awareness among stakeholders regarding health insurance. As part of its move to improve provisioning of its services to members and reduce cost for renting offices, the Fund intend to establish its own office accommodation and extra space that will provide lettable space to the potential tenants as an investment to the Fund. The construction of three Fund's regional offices of Tabora, Mbeya and Dodoma are underway to start.



*Proposed NHIF Regional Office for Tabora*



*Proposed NHIF Regional Office for Tabora*





*Proposed NHIF Regional Office for Dodoma*

#### **4. CONSTRUCTION OF SEVEN TWIN STOREY BLOCK FOR MOI NEUROLOGICAL SERVICES (MOI PHASE III DEVELOPMENT)**

The Fund is financing the construction of Seven Twin Storey Block for Muhimbili Orthopedic Institute(MOI) Neurological Services. The construction of this state-of-the-art building will improve the health services delivery to NHIF beneficiaries and the general public.

#### **5. PUBLIC SERVANTS HOUSING SCHEME**

The Fund and other Social Security Schemes in Tanzania have formed a company to finance, in terms of equity, the formation of the Public Servant Housing Scheme in Tanzania for the purposes of constructing affordable houses

to be loaned to public servants. The company is called the Watumishi Housing Company Limited (WHCL). The WHCL started operations on 1<sup>st</sup> November, 2013.