



CIRCULAR

Reference: Broker Fees
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Date: 23 March 2015

Circular 21 of 2015: Adjustment to fees payable to Brokers with effect from 1 March 2015

The Council for Medical Schemes (CMS) hereby confirms that the Minister of Health, Dr Aaron Motsoaledi, has approved an increase in the maximum amount payable to brokers in terms of Section 65 of the Medical Schemes Act, 1998 (Act No 131 of 1998) to **R75.00** plus value added tax (VAT).

Government Gazette No 38591 incorporates Government Notice No 238 dated 20 March 2015, [click here](#) for more information. The effective date of implementation in respect of contributions received by medical schemes is **1 March 2015** and beyond.

Regulation 28(2) published in terms of the Medical Schemes Act, now effectively reads as follows:

“Subject to sub-regulation (3), the maximum amount payable to a broker by a medical scheme in respect of the introduction of a member to a medical scheme by that broker and the provision of ongoing service or advice to that member, shall not exceed –

- (a) *R75.00, plus value added tax (VAT) per month, or such other monthly amount as the Minister shall determine annually in the Government Gazette, taking into consideration the rate of normal inflation; or*
- (b) *3% plus value added tax (VAT) of the contributions payable in respect of that member, whichever is the lesser.”*

Yours sincerely

A handwritten signature in black ink, appearing to read 'Danie Kolver', enclosed within a large, stylized, hand-drawn loop.

Danie Kolver
General Manager: Accreditation
Council for Medical Schemes