

**TO ALL STAKEHOLDERS**

**CIRCULAR 22 OF 2006**

---

**GENERAL NOTICE**

---

---

**IMPOSITION OF LEVIES ON MEDICAL SCHEMES ISSUED IN  
TERMS OF SECTION 2(a) OF THE COUNCIL FOR MEDICAL  
SCHEMES LEVIES ACT (ACT 58 OF 2000)**

---

The Council for Medical Schemes referred to in Section 1 of the Council for Medical Schemes Levies Act, 2000 (Act No. 58 of 2000), after consultation with the Minister of Health and with the concurrence of the Minister of Finance, hereby confirms the imposition of levies on medical schemes, as set out in the Notice of Levies in the government gazette (No: 28583) dated 10 March 2006.

By order of the Council for Medical Schemes.

**PROF. W. PICK**

**Chairperson: Council for Medical Schemes.**

## **SCHEDULE**

### **Definitions**

1. In this notice, unless the context indicates otherwise –
  - i. “Council” means the Council for Medical Schemes referred to in the Act;
  - ii. “Levy year” means the period from 01 April 2006 to 31 March 2007 and, subject to the provision of this Notice and any amendments, substitution or repeal thereof, such corresponding period in succeeding year in respect of which levies are imposed;
  - iii. “Registrar” means the Registrar of Medical Schemes, appointed in terms of Section 18 of the Medical Schemes Levies Act, 1998 (Act No. 131 of 1998);
  - iv. “The Act” means the Council for Medical Schemes Levies Act, 2000 (Act No. 58 of 2000).

### **Proposed Imposition**

2. In respect of a medical scheme registered in terms of section 20 of the Medical Schemes Act, 1998 (Act No. 131 of 1998), the levy for the 2006/07 levy year shall be set at an amount of R11.42 per member per year, which shall be paid in two equal installments, the first of which shall be paid not later than 30 April of the levy year, and the second of which shall be paid not later than 31 August of the levy year.
3. In respect of the levy year, the number of members referred to in item 2 shall correspond with the latest statistics furnished to the Registrar in terms of or by virtue of the Medical Schemes Act, 1998 (Act No. 131 of 1998) or with the latest certified number of members sent to the Registrar by the medical scheme. If a transfer of members is in process and not finalized on 31 December 2005, the transferor must pay the levy in respect of the members to be transferred.

### **Payment/Interest on overdue of Levies**

4. On amounts of overdue levies, interest will be charged at a rate applicable to a debt owing to the state, as determined by the Minister of Finance in terms of section 80(1) (b) of the Public Finance Management Act.

5. The levies and interest (if any) referred to in this Notice shall be paid by a medical scheme directly in the bank account of the Council, the details of which are:

Bank	:	ABSA
Account Holder	:	Council for Medical Schemes
Branch Name	:	ABSA Corporate Branch (Cnr Pretorius and Vermeulen Streets, Pretoria)
Branch Code	:	517 245
Account Number	:	405 116 3394

6. A deposit advice slip issued by the aforementioned Bank in respect of a deposit contemplated in item 5, received by the Council for Medical Schemes, and bearing the name of the relevant medical scheme, shall serve as *prima facie* proof of payment of a levy.