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REPUBLIC OF SOUTH AFRICA
COMPENSATION FUND

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MANDATE :
Administer the Compensation for Occupational Injuries and Diseases Act, (Act 130) of 1993, amended by Act 61 of 1997.



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PURPOSE
To provide for compensation for death or disablement caused by occupational injuries or diseases sustained or contracted by employees in the course of their employment.



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VISION:
To provide compensation for occupational injuries, diseases and rehabilitation to workers, and deliver continuous value to all our stakeholders

MISSION:
To develop and implement solutions to provide quality and accessible services according to standards as set in consultation with our stakeholders, whilst maintaining the Fund's liquidity

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CORE FUNCTIONS

- Manage compensation claims
- Manage revenue generation (assessments and collections)
- Monitor compliance with COIDA
- Provide statistics and information on occupational injuries and diseases

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ANNUAL BUDGET PROCESS

- Compensation Fund – a Schedule 3 Entity
- Budget to be submitted to Executive Authority at least 6 months before the start of the financial year
- Budget for 2007/08 financial year approved by the Minister within the prescribed time frames

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SUMMARISED INCOME BUDGETS

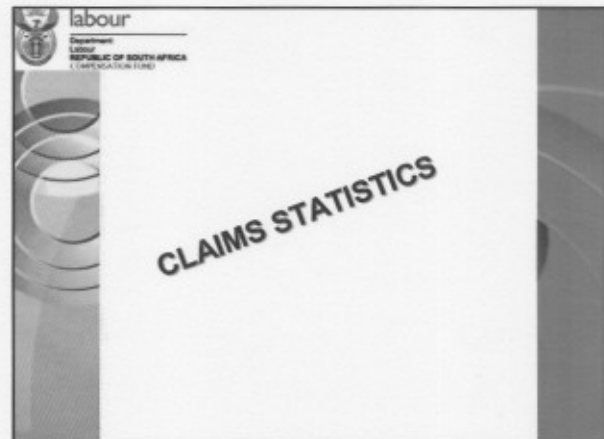
Income	Budget 2006/07 R'000	% variance	Projected 2006/07 R'000	% variance	Budget 2007/08 R'000
Assessment Income	3 053 408	(2,7)	2 971 963	6,6	3 167 584
Investment Income	1 097 480	8,1	1 186 576	(5,6)	1 119 690
Other Income	35 135	5,6	33 183	9,2	36 234
Total Income	4 186 023	0,1	4 191 722	3,2	4 323 508

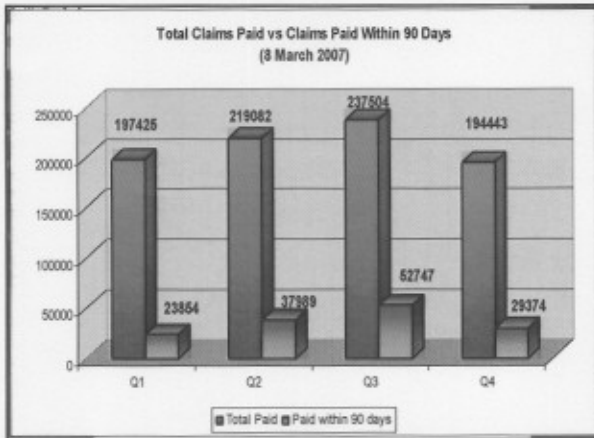
includes high net inclusions.

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Expenditure Budget	Budget 2006/07 R'000	% variance	Projected 2006/07 R'000	% variance	Budget 2007/08 R'000
Claims:	2 082 710	1,3	2 109 488	8,3	2 284 404
Compensation	665 967	(0,2)	664 988	10,4	734 404
Medical	1 350 000	7,0	1 444 500	7,3	1 550 000
Bad debts	231 000	(20,2)	184 352	114,8	396 000
Admin:	365 878	(20,6)	290 408	60,6	466 305
Salaries	178 815	(8,4)	163 862	37,4	225 217
IT/ Prof. services	166 300	(37,4)	104 150	103,8	212 323
Miscellaneous	20 563	8,9	22 396	28,4	28 765
Total Expenses	2 679 388	(3,6)	2 584 248	21,7	3 146 709
Net Surplus	1 506 635	6,7	1 607 474	(26,8)	1 176 799

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	Budget 2006/07 %	Projected 2006/07 %	Budget 2007/08 %
Admin. vs Total	13,7	11,2	14,8
Claims vs Total	77,7	81,6	72,6
Bad debts vs Total	8,6	7,2	12,6
	100	100	100

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INVESTMENTS		
	2005/06 R'000	2006/07 R'000
Investments:	13 533 683	14 543 152
Compensation	6 101 868	6 880 888
Pensions	7 431 815	7 662 264



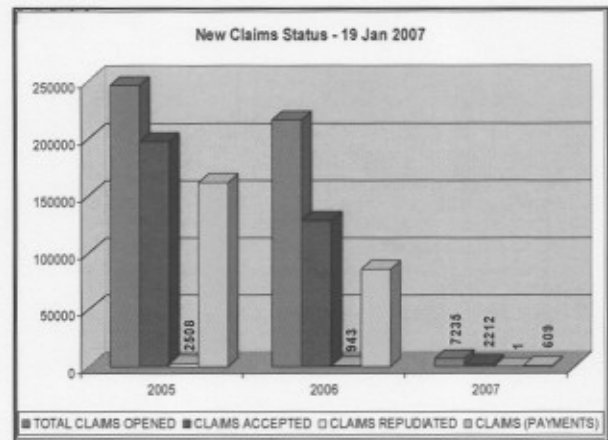
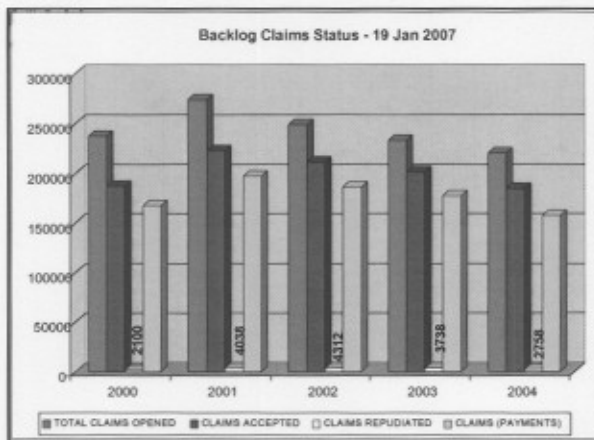


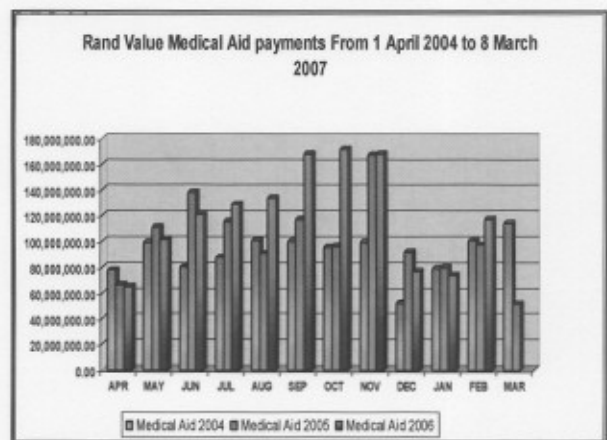
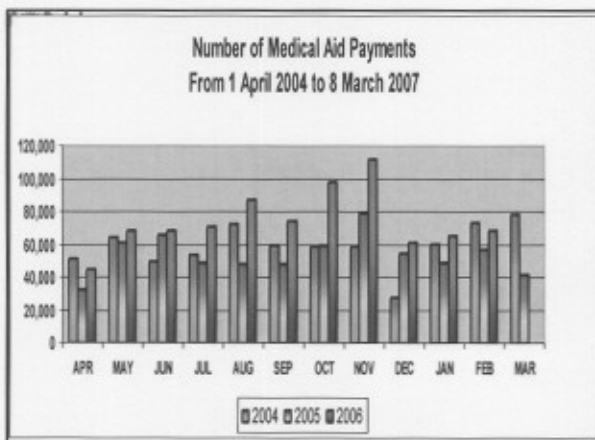
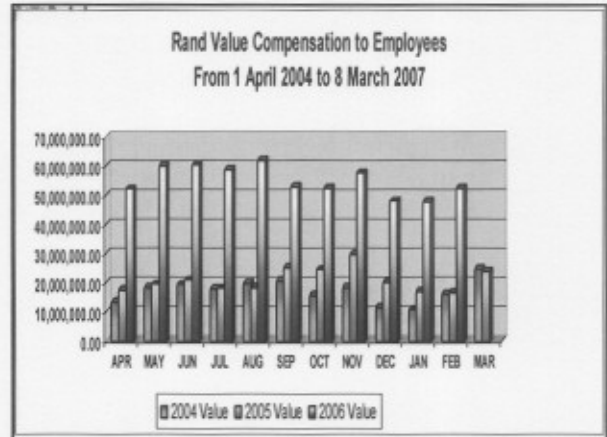
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CLAIMS PAID WITHIN 90 DAYS
(1 April 2006 – 8 March 2007)

PAYMENTS PER CATEGORY

Employer Type	Payment Category	Average claim turn around working days	No. of claims Averaged working days
EXEMPTED EMPLOYER	PD LUMP SUM	40	93
FUND EMPLOYER	COMPENSATION TTD	41	4,051
FUND EMPLOYER	CONSTANT ATT. ALLOW.	75	1
FUND EMPLOYER	FATAL LUMP SUM	47	66
FUND EMPLOYER	FATAL PENSION	40	50
FUND EMPLOYER	MEDICAL PAYMENT	16	138,590
FUND EMPLOYER	PD LUMP SUM	31	1,054
FUND EMPLOYER	PD PENSION	44	50
			143,064







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ACHIEVEMENTS

- Improved claims settlement for old and current claims
- Increased access to coida services
- Decentralisation of claims processing to labour centres
- Setup of regional medical panels
- Financial stability
- Call Centre – handles in excess of 10000 client queries \ calls per week


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CHALLENGES

- Increasing demand for quality and access to services which has an impact on the infrastructure
- Improved and equitable compensation benefits
- Improve the capacity for revenue generation and debt collection
- Settling claims more quickly, thus eliminating backlogs
- Non and/or delays in reporting of accidents and submission of documents
- Long delays and poor quality in Section 51 and 56 hearings
- Infrastructure for rollout of the Provincial Medical Advisory Panels


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KEY PRIORITIES

- Management reforms and restructuring
- Improved turnaround time for claims settlement
- Improve quality and access to COIDA services
- Extend Provincial Medical Advisory Panels to all provinces
- Improvement of systems to enhance service delivery
- Enhance capacity to conduct objection process
- Roll out strategy to maximise communication with stakeholders


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QUESTIONS AND ANSWERS