



Gawie Dreyer
Chief Financial Officer

the Financial Management Directorate consists of four sub directorates managed by:

Mr G D Koch	(Finance Manager)
Mr SJ Tshivhase	(Rates and Assessments)
Mr W Stulting	(Management Support Services)
Mr T Makubela	(Risk Management)

The Main functions are:

- To generate and collect revenue for the Fund's operations.
- To compile monthly and annual financial reports
- To ensure the solvency of the Fund
- To compile and publish statistics of occupational accidents and diseases
- To train and manage performance
- To manage human resources
- Procurement
- Security



Financial Overview

Revenue

The Fund generated revenue of more than R4.1 billion, most of which is from assessments of registered employers and interest and penalties from defaulting employers. The balance of the revenue is from income on the surplus funds that are invested until they are required. The revenue increased by 10.08%.

Claims expenditure

Claims expenditure for the year amounted to more than R2 billion, of which more than half was paid to medical providers.

Personnel Expenditure

The salaries of the staff at the Compensation Fund is paid by the Department of Labour and then claimed back from the Fund. In addition, the Department claims from the Fund a portion of the salaries of the Department and related expenses for services rendered at provincial offices. More than R114 million was paid to the staff of the Compensation Fund and more than 60 million was paid to the Department of Labour for services rendered by the Provincial offices.

Assessments and Liabilities

The Fund has more than R15 billion in assets of which R13.5 billion is invested. The accumulated funds consist of more than R7.4 billion in the pension account and R3.9 billion in the Statutory Reserve Fund.

Solvency

The Compensation Fund and the Pension Account were valued by independent actuaries and found to be in a sound financial position, based on the financial statements for the year ended 31 March 2005.