



CIRCULAR

Reference: 2024 Broker Fees
Contact person: Ms Florence Maphanga
Tel: 0861 123 267
E-mail: f.maphanga@medicalschemes.co.za
Date: 5 February 2024

Circular 2 of 2024: Adjustment on fees payable to brokers with effect from 1 January 2024

The Council for Medical Schemes (CMS) hereby confirms that the Minister of Health, Dr Joe Phaahla, has approved an increase on the maximum amount payable to brokers in terms of Section 65 of the Medical Schemes Act (MSA) (131 of 1998). The revised amount is now **R116.74** plus value added tax (VAT).

The effective date of implementation in respect of contributions received by medical schemes is **1 January 2024** and beyond as per [Government Gazette 50041, Notice 2288](#), dated 26 January 2024.

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) **R116.74** 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,

Mr Mfana Maswanganyi
Executive: Regulation
Council for Medical Schemes