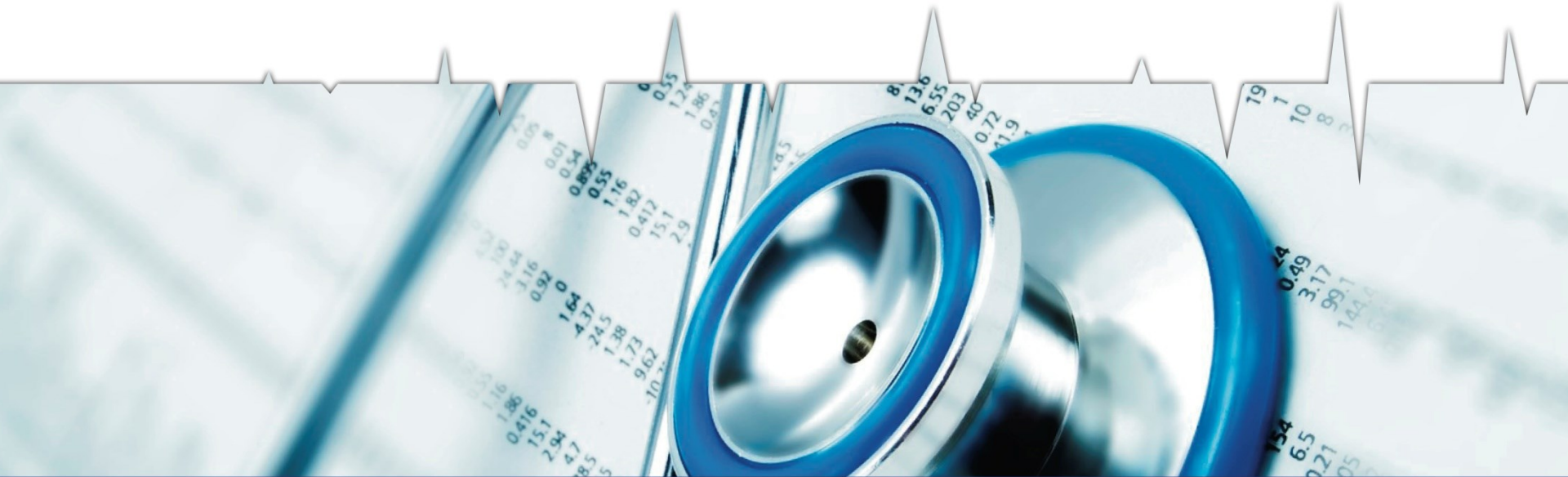


THE COUNCIL FOR MEDICAL SCHEMES

ANNUAL REPORT

2014/15



15 YEARS ON THE PULSE



Overview of the Industry

DANIEL LEHUTJO
ACTING CHIEF EXECUTIVE AND REGISTRAR
SEPTEMBER 2015

WELCOME

- Celebrate 15 years on the pulse
- Overview of the CMS' performance highlights
- Industry performance
- Role of Council, executive management and employees of CMS
- Support of the Executive Authority
- CMS' contribution to advising government
- Contributing to development of health policy

CMS Operations

- Colleagues will focus on industry report
- Challenges in the Industry (legal, compliance interventions, complaints resolutions)
- CMS operations during the 2014/15 financial year
- 15th unqualified audit report from AG-SA
- Performance Information(few deviations)

CMS Operations: NHI

- NHI: CMS view that strong collaboration between public and private healthcare
- PMBs remain a perfect mechanism to protect beneficiaries
- Regulation 8: process not finalised
- Published for public comments

Projects in CMS

- Solvency Framework
- Revision of the PMB's
- Low Cost Benefit Options
- Beneficiary Registry
- Industry Technical Advisory Panel (ITAP)
 - Inflation and Utilisation
 - Scheme Risk Measurement (SRM)
 - Managed Care (Value = Quality/Cost)

CMS Operations: LCBO

- Proposal developed to introduce low cost benefit options
- Proposal received widespread support
- Framework and detailed guidelines on LCBOs and for exemptions to be granted from MSA
- The Council approved the LCBOs framework,

CMS Operations: Amendment Bill

- MSA Amendment Bill and PMB review
- CMS continued engaging with NDoH and met the State Law Advisor
- Final technical work on the Bill completed
- Hope Bill will be presented to Cabinet during 2015

CMS Operations: Beneficiary registry

- CMS tasked by Minister's Office to establishing central repository
- Beneficiary Registry: containing records of all funded patients in South Africa
- Enhance NDoH efforts on resource planning for an inclusive healthcare system for South Africa
- Aim to have Beneficiary Registry developed by end 2015/2016 financial year

Conclusion

- Thank you to colleagues for keeping CMS on the pulse over the past 15 years
- The contribution of the Council is also appreciated
- CMS is poised to achieve even greater success during 2015/2016