

DEPARTMENT OF PUBLIC ENTERPRISES

NO. 3979

20 October 2023

Transnet Pension Fund Act, 1990 (Act No. 62 of 1990)**Rules in terms of section 5(3A) of the Transnet Pension Fund Act**

In terms of section 5(3A) of the Transnet Pension Fund Act, 1990 (Act No. 62 of 1990), I, Pravin Gordhan, MP, have approved the following amendments to the Special Rules of the PRASA Sub-Fund of the Transport Pension Fund. I have done so with the concurrence of Mr Enoch Gondongwane, MP, the Minister of Finance.

**Pravin Gordhan, MP****Minister of Public Enterprise****Date:** 03-10-2023**Amendment to Special Rule 10.19 of the Special Rules of the PRASA Sub-Fund of the Transport Pension Fund**

Special Rule 10.19 is amended so as to provide as follows:

PRASA Sub-Fund Special Rules**10.19 ANNUAL INCREASE**

- 10.19.1 The benefit received by a **Pensioner** or **Dependant** shall be increased by 2% (two per cent) compounded annually, for each completed year in respect of which the benefit has been or is received: Provided that in the case of a **Dependant**, the 2% (two per cent) enhancement of the benefit shall be calculated from the date on which the benefit first became payable to the **Pensioner**.
- 10.19.2 Subject to **Special Rule 10.19.3**, the **Sub-Fund Board** shall have the discretion to:
- 10.19.2.1 review the level of **Pensions** being paid by the **Sub-Fund** from time to time and may direct that **Pensions** be increased. Any increase in **Pensions** shall be paid in terms of **Pension Increase Policy**, provided that:

- 10.19.2.1.1 a guaranteed minimum increase of 2% (two per cent) shall apply;
- 10.19.2.1.2 any increase to **Pensions** above the 2% (two per cent) minimum increase referred to in 10.19.2.1 shall be subject to affordability, as determined in accordance with the **Pension Increase Policy** and the approval of the **Employer**; and
- 10.19.2.1.3 the increases shall be payable from the date stipulated in the **Pension Increase Policy**; and/or

10.19.2.2 Pay additional ad hoc bonuses to **Pensioners** or **Dependants** from time to time.

10.19.3 The increase in **Pensions** and/or the payment of ad hoc bonuses as provided in **Special Rules 10.19.2** shall be subject to:

- 10.19.3.1 The **Sub-Fund** being able to afford such increases and/or payment of ad hoc bonuses according to the discretion of the **Sub-Fund Board**; and
- 10.19.3.2 the actuary's written confirmation that such increases and/or payment of ad hoc bonuses are affordable by the **Sub-Fund**; and
- 10.19.3.3 the written approval by the **Employer**.