

DEPARTMENT OF PUBLIC ENTERPRISES
NOTICE 529 OF 2020

MINISTER OF PUBLIC ENTERPRISES

NOTICE IN RESPECT OF THE AMENDMENTS TO THE SPECIAL RULES OF THE TRANSNET SUB-FUND OF THE TRANSPORT PENSION FUND AND THE RULES OF THE TRANSNET SECOND DEFINED BENEFIT FUND

I, Pravin Jamnadas Gordhan, in my capacity as the Minister of Public Enterprises and in concurrence with Tito Titus Mboweni, in his capacity as the Minister of Finance, hereby confirm that we have approved certain rule amendments, in accordance with section 5(3A) of the Transport Pension Fund Act 62 of 1990, with effect from 3 July 2020. The rule amendments are to the Special Rules of the Transnet Sub-Fund of the Transport Pension Fund and the Transnet Second Defined Benefit Fund. I hereby publish the rule amendments that were published in Government Notice No. 739 of Government Gazette No. 43495 on 3 July 2020:

RULE AMENDMENTS TO THE SPECIAL RULES OF THE TRANSNET SUB-FUND OF THE
TRANSPORT PENSION FUND
AND THE RULES OF THE TRANSNET SECOND DEFINED BENEFIT FUND

AMENDMENTS TO THE SPECIAL RULES OF THE TRANSNET SUB-FUND OF THE TRANSPORT PENSION FUND

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 The Board may consider the granting of additional pension increases (in addition to the 2% outlined above) from time to time.

10.19.3 Any increase in pensions as provided in 10.19.2 shall be determined in line with the Fund's Pension Increase and Bonus Policy and shall be subject to:

10.19.3.1 the **Fund** being able to afford such increase according to the discretion of the **Board**;

10.19.3.2 the actuary's written confirmation that such increase is affordable by the **Fund**; and

10.19.3.3 the written approval by the **Employer**.

AMENDMENTS TO THE RULES OF THE TRANSNET SECOND DEFINED BENEFIT FUND**Annual Increase**

- 24.1 The pension received by a Pensioner or Beneficiary immediately before each anniversary of the date on which the pension commenced shall be increased by 2% on that anniversary, provided that in the case of a Beneficiary, the anniversary date shall be the anniversary of the date on which the pension first became payable to the Pensioner from whose membership the Beneficiary's claim is derived.
- 24.2 The Board may consider the granting of additional pension increases (in addition to the 2% outlined above) from time to time.
- 24.3 Any increase in pensions as provided in 24.2 shall be determined in line with the Fund's Pension Increase and Bonus Policy and shall be subject to:
- 24.3.1 the **Fund** being able to afford such increase according to the discretion of the **Board**;
- 24.3.2 the actuary's written confirmation that such increase is affordable by the **Fund**; and
- 24.3.3 the written approval by the **Employer**.