

Fetakgomo Tubatse Municipality

CLAIMS & LOSS CONTROL COMMITTEE POLICY

PERIOD: 2025/2026 fy

ABSTRACT

To provide for a written description of the claims & loss control committee (the committee) procedures established for Fetakgomo Tubatse Local Municipality. This document is an overview of the individual procedures which support the Claims & Loss Control Committee and contains guidelines for good practice for claims and loss management within Fetakgomo Tubatse municipality



INDEX

PREAMBLE

CHAPTER 1: COMMITTEE COMPOSITION

- 1.1. CUSTODIAN OF THE COMMITTEE
- 1.2. MEMBERS AND REPRESENTATION
- 1.3. ROLES AND RESPONSIBILITIES
- 1.4. QOURUM RULES
- 1.5. MEETING SCHEDULES
- 1.6. AGENDAS, MINUTES & RECORDING OF MEETINGS

CHAPTER 2: PROCEDURE

- 2.1. PURPOSE OF THE COMMITTEE

CHAPTER 3: RECEIPT OF CLAIMS TO SERVE BEFORE COMMITTEE

- 3.1. SUBMISSION OF CLAIMS
- 3.2. CLAIMS ASSESMENT
- 3.3. PAYMENT OF CLAIMS
- 3.4. NO OR PARTIAL PAYMENT OF CLAIMS

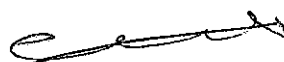
CHAPTER 4: LOSS CONTROL

- 4.1. RECEIPT OF LOSS CONTROL MATTERS
FOR CONSIDERATION

CHAPTER 5: CLAIMS REGISTER

CHAPTER 6: COMPLAINTS AND DISPUTES

- 6.1. FILING OF COMPLAINTS AND DISPUTES
- 6.2. PROCEDURE FOR DEALING WITH COMPLAINTS
AND DISPUTES
- 6.3. DISPUTES



CLAIMS AND LOSS CONTROL POLICY is to provide for a written description of the Claims & Loss Control Committee (the "Committee") procedures established for Fetakgomo Tubatse Local Municipality. This document is an overview of the individual procedures which support the Claims & loss Control Committee and contains guidelines for Good Practice for claims and loss management within Fetakgomo Tubatse local Municipality.

WHEREAS the municipality does from time to time receive claims from officials and councillors relating to possible damages caused in incidents occurring in the service delivery of the municipality.

AND WHEREAS it is the purpose of the claims & loss control committee to evaluate and settle property loss/damage and /or liability claims in amounts less than the excess amount for which the Municipality is liable in terms of its insurance policy.

NOW BE IT ENACTED BY THE Council of Fetakgomo Tubatse Local Municipality, as follows:

CHAPTER 1

COMMITTEE COMPOSITION

1.1. CUSTODIAN OF THE COMMITTEE

- (a) The committee shall fall under the custodianship of the Chief Financial Officer of the Municipality.
- (b) Members of the committee shall be appointed, in writing, by the municipal manager or his/her authorised representative.
- (c) The office of the CFO shall appoint a secretary for the committee, the duty of whom it shall be to distribute agendas for meetings of the committee as well as record and minute meetings of the committee.



(d) This policy as well as the appointment of members of the committee shall be reviewed annually by the Municipal manager or his/her authorised representative.

(e) The CFO may delegate any of his/her duties under this policy to a senior official within the Budget and Treasury office.

1.2. MEMBERS AND REPRESENTATION.

(a) The committee membership shall comprise of the following standard members: -

Chairperson	Chief Financial Officer
Deputy Chairperson	Malepe AL
Secretary	Phasha RM
Legal Services	Adv Matemane
Risk Services	Thobejane MP
Manager Security Services	Coetzer Khavan

(b) Other departments shall be represented by the relevant Director of that department in meetings of the committee whenever a claim or loss arising from the activities of such department tabled before the committee.

(c) Departmental Directors may delegate a representative to attend meetings of the committee on his/her behalf but only with the consent of the Chairperson of the Committee and further provided that such a representative shall be fully conversed and familiar with all relevant facts pertaining to the claim or loss he/she shall be presenting before the committee on behalf of the department.

1.3. ROLES AND RESPONSIBILITIES.

(a) Chairperson: A representative from the Office of the Chief Financial Officer will chair the Claims & Loss Control Committee.



- (b) The chairperson shall ensure the meeting agenda is completed, and that assignments and commitments have been achieved and further that all records are sent to the Records Section for safekeeping.
- (c) All records required and generated by the procedures and working of the Committee shall be maintained and located in the Records Section of the Municipality.
- (d) The chairperson shall also be the technical mentor and coach of the Committee by providing guidance in terms of regulatory requirements, technical resources and references etc.
- (e) Members: complete the functions and tasks necessary to fulfil the goals and objectives of the committee.

1.4. QUORUM RULES.

- (a) A minimum of 50% of the membership plus the Directors whose claims are being assessed are required to be present in order to hold a meeting and take a vote.
- (b) Resolutions and process directions are passed by a majority vote.

1.5. MEETINGS SCHEDULES.

The Committee will meet as claims arise but at least quarterly.

1.6. AGENDAS MINUTES AND RECORDING OF MEETINGS.

- (a) The secretary shall be responsible for compilation and distribution of agendas for committee meetings at least 3 days prior to a meeting.
- (b) Agendas shall contain all relevant information as stipulated in this policy regarding as specific claim and /or loss including a written report from the relevant Departmental Director whose department the claim or loss relates.



- (c) The secretary shall capture all resolutions of the meeting during the meeting and then record same in written minutes of the meeting to be distributed to all attendees of a specific Committee meeting.
- (d) The secretary shall ensure that an attendance register is signed at all meetings of the Committee and record any apologies accordingly.

CHAPTER 2

PROCEDURE

2.1. PURPOSE OF THE COMMITTEE.

- (a) The purpose of the Committee is to consider and settle or repudiate claims for damages caused to the property of members of public arising against the Municipality from time to time as well as consider and settle internal loss control issues as they arise.
- (b) The committee shall have the authority to deal with claims as described in sub-clause 2.1(a) on the merit of each individual claim, for claims which falls within the excess amount of the Municipality's liability under its public liability insurance policy.
- (c) The committee shall focus on the following goals and functions to meet purpose identified.
 - (i) Review, consider and discuss all claims and losses received.
 - (ii) Settle, repudiate or refer for further information all claims tabled before the committee which falls its mandate.
 - (iii) Attend meetings arranged for purposed of discussion and finalisation.

- (iv) Seek advice from any Third Party in considering and finalising claims before the committee as the committee may deem necessary.

CHAPTER 3.

RECEIPT OF CLAIMS TO SERVE BEFORE THE COMMITTEE.

3.1. SUBMISSION OF CLAIMS.

- (a) Claims against the municipality must be submitted at the office of the Director of the department allegedly responsible for the damage which gave rise to the claim.
- (b) Potential claimants must contact the office of the relevant Directorate where the necessary claim form can be obtained and again, submitted with the required information and documentation required as indicated on the form.
- (c) Claimants shall from their own insurance companies first before resource is sought against the municipality. No claimant shall refuse to claim for damages against their own insurance company. In all instances the claimant shall disclose the name and telephone number of their insurance company.
- (d) Claims for consideration by the committee must be lodged with the municipality within 1 calendar month of the date of the incident causing the alleged damage. Claims lodged outside this cut-off period shall not be considered by the claims and loss control committee of the municipality.



(e) All claims lodged with the municipality shall contain the following information and be accompanied by the following relevant documentation③

i) Completed claims:

(ii) Sworn affidavit by the claimant on the circumstances how, date, time and place where the incident allegedly causing the damage occurred.

(iii) SAPS MR Number showing the incident has been reported with SPS

(iv) In the event of a motor vehicles accident, a detailed traffic accident report completes with sketches.

(v) 3x quotations for repairing of the damage allegedly caused.

(vi) Colour photographs of the scene of the incident as well as the damaged property (where damage is caused to mag-wheels and tyres the municipality reserves the right to inspect such mag-wheels and tyres)

(vii) A certified copy of the claimants ID.

(viii) A certified copy of the damaged motor vehicles registration/licencing documents.

(ix) A copy of the claimant's municipal services accounts for the month directly preceding the incident. In the event of the claimant being a tenant not receiving a municipal account, a copy of his/her rental agreement including a letter from the landlord confirming that the tenant's municipal services are paid to date.

(x) A letter from the claimant's insurance company indicating that a claim has been lodged with the insurer for the damage to the claimant's property, further indicating what the excess amount payable on the claim is.



3.2. CLAIMS ASSESSMENT.

- (a) Although all claims received shall be considered be reviewed by the committee, the municipality is not obliged to honour any claim.
- (b) Claims received shall be considered on merit of each individual claim. Negligence on the part of the claimant shall result in discounting of the claim in the discretion of the committee.
- (c) In all instances where alleged damaged is caused to a claimant's property, the municipality shall only consider payment of the claimant's excess payable under his/her own insurance policy where the committee is of the opinion that the claim has merit and warrants remuneration.
- (d) Claims received shall within a period of 5 working days from date of receipt of such claim, be submitted to the office of the accountant insurance and investments by the relevant directorate receiving the claim. Claims thus submitted shall contain all relevant information requested on the claim form and shall be accompanied by a written report of the relevant Directorate regarding the merit of the claim from the Department perspective.
- (e) On receipt of a claim form the Department, the Accountant insurance and investments shall acknowledge receipt of the claim and arrange for the claim to be lodged with the Records Section so that a file number can be allocated to the claim.
- (f) Complete claims shall be forwarded to the secretary of the claims and Loss control Committee who in turn shall compile and agenda for the committee and secure a date for the next meeting to consider claims.



- (g) Claims have to be finalised within 30 working days following the date of receipt of a complete claim.
- (h) Where the municipal rates and services account of the claimant is in arrears for more than 60 days, the claimant claim shall be repudiated by the committee.
- (i) Where the municipal rates and services account of the claimant is in arrears for 30 days, the claimant shall be allowed the opportunity to settle his/her municipal account and on submission of proof of such payment the claims shall be further considered by the committee.

3.3. PAYMENT OF CLAIMS.

- (a) Claims deserving of payment in accordance with the committee's resolution shall be limited to payment of the lowest quotation amount of the claimant's excess payment under his/her policy, whichever is lesser amount.
- (b) Where the committee resolves to honour a claim against the municipality, the payment shall be made ex-gratia and in full and final settlement of the claimant's claim.
- (c) Costs for car rental and tow in services shall not be considered.

3.4. NO OR PARTIAL PAYMENT OF CLAIMS.

- (a) If the claim is denied, the committee states and minutes explicitly to the claimants the reasons on which denial of the claim is based.
- (b) If the amount is offered is different from the amount claimed, the committee explains the reason for this to the claimant.
- (d) When the municipality is not responsible (by virtue of common law



of delict principles) for meeting all or any part of the claim, the committee notifies the claimants of this fact and explains why.

CHAPTER 4

LOSS CONTROL

4.1. RECEIPT OF LOSS CONTROL MATTERS

FOR CONSIDERATION.

(a) Incidents of internal loss control to be considered by the committee shall be submitted to the office of the appointed secretary of the claims.

and Loss control Committee for inclusion in the agenda of the committee.

(b) Incidents so submitted shall consist of a comprehensive written report by the relevant departmental Director, which report shall contain information on the nature of the loss, how it occurred, what remedial steps have been taken to prevent future occurrences, disciplinary action taken if any, value of the loss and how the damage caused will be compensated. The said report shall also contain a recommendation to the Committee on how the incident must be dealt with.

(c) When a loss control issue before the committee, the relevant Directorate director shall avail himself/herself to ensure attendance of such a meeting of the committee.

(e) Resolutions taken on loss control issues shall be final and binding and executed accordingly by the departmental Director.



CHAPTER 5
CLAIMS REGISTER.

- (a) A claims register shall be opened and kept on all claims received and considered by the committee. This register shall contain the date of the claim, the claimants name and ID number as well as the amount of the claim and whether the claim was paid out or not.
- (b) Claims are documented to be able to address questions that may arise concerning the handling and payment of a claim.

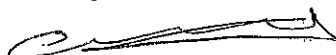
CHAPTER 6

6.1. FILLING OF COMPLAINTS AND DISPUTES.

- (a) When a claimant files a complaint against the findings of the committee, the committee: -
 - (j) acknowledges receipt of the complaint within a reasonable period of time.
 - (ii) provides the claimant with explanations on how his/her complaint will be handled and the procedures to be followed.
 - (iii) processes the complaint promptly and fairly.
 - (iv) Provides a final response in writing within a reasonable period.

**6.2. PROCEDURE FOR DEALING WITH COMPLAINTS
AND DISPUTES.**

- (a) Once a complaint has been received and acknowledged, the letter of complaint together with the resolution of the committee taken with regard to the claim on which a complaint has been received has to



be tabled before the earliest next sitting of the Committee for consideration.

- (b) Complaints and disputes so received shall be duly considered by the Committee, hereafter the Committee shall resolve on the matter and a final response on the complaint be forwarded to the claimant in writing.

6.3. DISPUTES.

- (a) If the claimant is dissatisfied with the final response from the committee, the claimant shall be informed to forward his/her dispute in writing to the Chief Financial Officer and Manager Legal Services, who will then assess the matter and take a final decision regarding that claim or dispute and inform the claimant accordingly in writing.

- (c) A claimant not satisfied by this outcome may lodge an appeal with the Municipality's Appeal Dispute Committee



