

Statutory Instrument No. 55 of 1991.

**FINANCE AND AUDIT ACT
(Cap. 54:01)**

**LOCAL AUTHORITIES SELF INSURANCE SPECIAL FUND ORDER, 1991
(Published on 10th May, 1991)**

ARRANGEMENT OF PARAGRAPHS

PARAGRAPH

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IN EXERCISE of the powers conferred by section 25 of the Finance and Audit Act, the Minister of Finance and Development Planning hereby makes the following Order —

1. This Order may be cited as the Local Authorities Self Insurance Special Fund Order, 1991. Citation
2. A special fund to be known as the Local Authorities Self Insurance Special Fund (hereinafter referred to as "the Fund") is hereby established. Establishment of Fund
3. The purpose of the Fund is to make provision for a scheme whereby appropriate insurance cover can be obtained on a uniform basis for all local authorities and land boards in Botswana, including an element of self insurance. Purpose of Fund
4. The Permanent Secretary of the Ministry of Local Government and Lands shall be the public officer responsible for administering the Fund, but may exercise such responsibility personally or through any other public officer authorized by him in writing. Responsibility for administering Fund
5. There shall be paid into the Fund — Payments into Fund
 - (a) appropriations from monies provided by Parliament as grants to local authorities and land boards;
 - (b) proceeds from any salvage arising from claims.
5. There shall be paid into the Fund — Payments out of Fund
 - (a) premiums for commercial insurance of catastrophic risks;
 - (b) claims made under the self insurance scheme;
 - (c) expenses incidental to the administration of claims; and
 - (d) the fees of the managing agents of the scheme.
7. The Fund shall be managed in such a way that the managing agents hold sufficient monies to be able to settle self-insured claims promptly, and to meet other expenses, whilst also ensuring that excessive appropriations from grants are not made. Management of Fund
8. The Permanent Secretary for Local Government and Lands shall keep and maintain or cause to be kept and maintained proper accounts and records in respect of the Fund and shall, in respect of each financial year, prepare a statement of all receipts and payments out, in a form approved by the Accountant-General Accounts

MADE this 19th day of April, 1991.

D.N. MAGANG,
*Acting Minister of Finance
and Development Planning.*