

## REPUBLIC OF SOUTH AFRICA

# **REGIONAL INDUSTRIAL** DEVELOPMENT AMENDMENT **ACT**

REPUBLIEK VAN SUID-AFRIKA

# **WYSIGINGSWET OP** STREEKNYWERHEIDS-**ONTWIKKELING**



#### **GENERAL EXPLANATORY NOTE:**

[	]	Words in bold type in square brackets indicate omissions from existing enactments.
	_	Words underlined with a solid line indicate insertions in existing enactments.

# **ACT**

To amend the Regional Industrial Development Act, 1993, so as to change the name and composition of the Board; to alter the objects and functions of the Board; to change the emphasis with regard to the application of programmes from regional application to uniform application throughout the Republic; and to alter the short title; and to provide for matters connected therewith.

**B**<sup>E</sup> IT ENACTED by the Parliament of the Republic of South Africa, as follows:—

# Amendment of section 1 of Act 187 of 1993, as amended by section 23 of Act 11 of 1995

- **1.** Section 1 of the Regional Industrial Development Act, 1993 (hereinafter referred to as the principal Act), is hereby amended by the substitution for the definitions of "Board", "concession" and "incentive", respectively, of the following definitions:
  - "'Board' means the [Regional Industrial Development Board]  $\underline{board}$  established by section 2;
  - 'concession' means any assistance given to [an industrialist] a manufacturer in the 10 form of a subsidy or rebate in accordance with a programme;

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'incentive' means a cash amount granted to [an industrialist]  $\underline{a \text{ manufacturer}}$  in accordance with a programme;".

# Amendment of section 2 of Act 187 of 1993, as amended by section 24 of Act 11 of 1995 and section 26 of Act 46 of 1996

- 2. Section 2 of the principal Act is hereby amended—
  - (a) by the substitution for subsection (1) of the following subsection:
    - "(1) There is hereby established a juristic person to be known as the **[Regional Industrial]** Manufacturing Development Board.";
  - (b) by the addition to subsection (2) of the following paragraph:
    - "(d) three members designated by the Minister, one of whom has adequate expertise, knowledge or experience with regard to tax matters, one of whom has adequate expertise, knowledge or experience in small, micro and medium manufacturing enterprises,

and one of whom has adequate expertise, knowledge or experience in labour and employment matters."; and

(c) by the addition to subsection (3) of the following words:

"and must request nominations from the relevant member of the Executive Council of each province.".

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#### Substitution of section 4 of Act 187 of 1993

**3.** The following section is hereby substituted for section 4 of the principal Act:

### "Objects of Board

**4.** The objects of the Board shall be to promote [**industrial**] manufacturing growth by way of incentives or concessions with regard to [**regional**] 10 requirements within the framework of the economic policy of the Republic.".

## Amendment of section 5 of Act 187 of 1993 as amended by section 27 of Act 46 of 1996

**4.** Section 5 of the principal Act is hereby amended—

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- (a) by the substitution for subsection (1) of the following subsection:
  - "(1) The Board shall formulate recommendations on policy in respect of all [regional industrial] <u>manufacturing</u> development programmes and shall submit such recommendations to the Minister for approval.";
- (b) by the substitution in subsection (2) for paragraphs (a) and (c) of the following 20 paragraphs, respectively:
  - "(a) with the approval of the Minister, and shall, by direction of the Minister, develop, manage, administer and implement any [regional industrial] manufacturing development programme established in terms of section 10 or deemed to have been so established, 25 including any matter referred to in section 21ter of the Income Tax Act, 1962 (Act No. 58 of 1962);
  - (c) with due regard to all rules, regulations, instructions and directives of the Public Service and the Treasury, make recommendations to the Director-General in respect of the conclusion, amendment or 30 cancellation of any agreement between the Department and any [industrialist] manufacturer;"; and
- (c) by the substitution in subsection (3) for paragraph (b) of the following paragraph:
  - "(b) investigate or cause to be investigated any irregular conduct by [an industrialist] a manufacturer in respect of incentives or concessions and, if after such investigation it appears necessary, institute legal proceedings or cause legal proceedings to be instituted against such [industrialist] manufacturer;".

#### Amendment of section 10 of Act 187 of 1993

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- **5.** Section 10 of the principal Act is hereby amended by the substitution for subsection (1) of the following subsection:
  - "(1) In order to promote and support [regional] manufacturing growth and development within the framework of the economic policy of the Republic, the Minister may, taking into account [of regional] manufacturing needs, on the recommendation of the Board and with the concurrence of the Cabinet, by notice in the *Gazette* establish, amend, revoke or substitute a programme for [regional industrial] manufacturing development in terms of which assistance from funds appropriated annually by Parliament for this purpose, may be granted to [industrialists] manufacturers by way of incentives or concessions."

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#### Amendment of section 11 of Act 187 of 1993

- **6.** Section 11 of the principal Act is hereby amended by the substitution in subsection (2) for paragraph (b) of the following paragraph:
  - "(b) perform any investigation with a view to obtaining information which is necessary in order to establish whether [an industrialist] a manufacturer qualifies for the grant of an incentive or concession in accordance with any programme instituted in terms of this Act, or deemed to have been instituted in terms of this Act;".

#### Substitution of section 15A of Act 187 of 1993

7. The following section is hereby substituted for section 15A of the principal Act:

### "Application of Act

15A. As from the coming into operation of the Land Affairs General Amendment Act, 1995, the provisions of this Act shall apply in the whole of the national territory [referred to in section 1 of the Constitution of the Republic of South Africa, 1993 (Act No. 200 of 1993)].".

#### Substitution of section 16 of Act 187 of 1993

**8.** The following section is hereby substituted for section 16 of the principal Act:

#### "Short title

16. This Act shall be called the [Regional Industrial] Manufacturing Development Act, 1993.".

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#### Transitional provision

9. A reference in any document or law to the Regional Industrial Development Board must be regarded as a reference to the Manufacturing Development Board contemplated in section 2 of the principal Act.

### Amendment of Act 187 of 1993

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- 10. The principal Act is hereby amended—
  - (a) by the insertion after the words "he" and "his", wherever they occur, of the words "or she" and "or her", respectively; and
  - (b) by the substitution for the words "chairman" and "vice-chairman", wherever they occur, of the words "chairperson" and "vice-chairperson", respectively. 30

### Substitution of long title of Act 187 of 1993

11. The following long title is hereby substituted for the long title of the principal Act: "To establish the [Regional Industrial] Manufacturing Development Board; to provide for the establishment of programmes for [regional industrial] manufacturing development; and to provide for matters incidental thereto.". 35

#### Short title

12. This is the Regional Industrial Development Amendment Act, 1998.