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SOCIO-ECONOMIC ANALYSIS OF THE THE FUND-RAISING AMENDMENT BILL, 2020 PREPARED FOR THE GAUTENG PORTPFOLIO COMMITTEE ON SOCIAL DEVELOPMENT



Contents

1.	Introduction	2
2.	Discussion	2
3.	Envisaged Economic Implications	2
	Envisaged Social Implications	
	Conclusion	
	Reference	

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THE FUND-RAISING AMENDMENT BILL, 2020

PREPARED FOR THE GAUTENG PORTPFOLIO COMMITTEE ON SOCIAL

DEVELOPMENT

DATE: 24 May 2023

1. Introduction

The purpose of the The Fund-raising Amendment Bill, 2020 ("the Bill"), aims to

rationalise the Fund-raising Act, 1978 (Act No. 107 of 1978) ("the principal Act"), by

consolidating the Disaster Relief Fund, the Refugee Relief Fund, the Social Relief

Fund and the State President's Fund into the Disaster Relief and National Social

Development Fund, so as to focus on proactive mitigation of disasters and promote

the social development of communities. The consolidation of the Funds will streamline

administrative processes and enable more efficient services to poor communities and

reduce costs. The purpose of this brief is to provide a socio-economic analysis of this

Bill, with specific focus on the economic and social implications it might have.

2. Discussion

At a provincial level, the Portfolio Committee on Social Development has engaged

extensively with the Gauteng Department of Social Development and Provincial

SASSA offices on matters pertaining to their response whenever there are disasters

that would require their intervention. Accordingly, there has been evince of response

from these offices.

3. Envisaged Economic Implications

Whilst there is not much noted in the Bill pertaining to economic implications, the non-

ending uncertainties with the economic growth of the Republic may to some extent

create an expectation from the Fund administered through this piece of legislation,

amongst others, to be a long-term solution when need arises.

¹ https://www.gov.za/sites/default/files/gcis document/202011/b29-2020fund-raising7418.pdf

4. Envisaged Social Implications

Section 18 of the principal Act(a)(a)

(ii) to identify social development activities or empowerment projects and to provide, such assistance, in cash or otherwise, as the board may deem fair and reasonable.

It would be recommended for further outlining of these <u>social development activities</u> <u>or empowerment projects</u>, without imposing limitations to the process such that it would be easily identifiable (on what these activities or empowerment projects are), these can be identifiable through further regulations.

5. Conclusion

There were no major areas of concern raised in the Bill, however, it is hoped there would be more clarity on the social development activities, for ease of understanding to those who may benefit through this Legislation.

6. Reference

https://justice.gov.za/legislation/constitution/SAConstitution-web-eng.pdf
https://www.gov.za/sites/default/files/gcis_document/201504/act-107-1978.pdf
https://www.gov.za/sites/default/files/gcis_document/202011/b29-2020fund-raising7418.pdf