EMPLOYMENT

IN THIS ISSUE

NEED A UNIFORM? CAN EMPLOYERS STILL ASK FOR PAYMENT?

NEED A UNIFORM? CAN EMPLOYERS STILL ASK FOR PAYMENT?

The Basic Conditions of Employment Amendment Act (BCEAA) came into operation on 1 September 2014. The amendments see the insertion of s33A into the Basic Conditions of Employment Act, No 75 of 1997 (BCEA), which aims to prevent employers from requiring employees to make payments to secure employment.

The controversial s33A, prohibits certain conduct by employers. Section 33A(1)(a) states that an employer must not require or accept any payment from an employee or potential employee for employment or work allocation. Further, in terms of s33A(1)(b), an employer must not require an employee or potential employee to purchase any goods, products or services from the employer or from any business or person nominated by the employer.

This section heavily impacts on airlines, security companies, retail companies and the food industry. Employers, who require their employees to buy or contribute towards their uniforms, are now precluded from such conduct, since an employer is prohibited from accepting money from their employees and from requiring them to buy goods from the company or any other party nominated by the employer.

There are potential problems that can arise from this section. Firstly, there is the reality that employers will be forced to provide uniforms to employees who sell their uniform and claim that it has been lost. Secondly, it is argued that this provision has unintended consequences. Since it prohibits employees buying goods and services from the employers, it is submitted that the employer's provision of mandatory retirement or healthcare may fall foul of this section. Thus the *onus* is on the employer to show that these schemes fall within the exception.

With that said, s33A(2) does not preclude an employment contract or collective agreement in which an employee is required to participate in a scheme involving the purchase of specific goods, products or services if:

- it is not prohibited by any other statute; and
- the employee receives a financial benefit from participating in the scheme; or
- the price of any goods, products or services from participating in the scheme is fair and reasonable.

Therefore, an employer can safeguard himself by ensuring that his actions are justified in terms of s33A(2).

Employers are encouraged to consider their policies and determine whether they fall foul of s33A of the BCEA.

Lauren Salt and Sidasha Naidoo







CONTACT US For more please co



Aadil Patel National Practice Head Director T +27 (0)11 562 1107 E aadil.patel@dlacdh.com



Gillian Lumb Regional Practice Head Director T +27 (0)21 481 6315 E gillian.lumb@dlacdh.com

Johan Botes

Fiona Leppan

T +27 (0)11 562 1152 E fiona.leppan@dlacdh.com

Director

T +27 (0)11 562 1124

Director



Mohsina Chenia Director

E johan.botes@dlacdh.com

T +27 (0)11 562 1299 E mohsina.chenia@dlacdh.com





Hugo Pienaar Director T +27 (0)11 562 1350 E hugo.pienaar@dlacdh.com For more information about our Employment practice and services, please contact:





Michael Yeates Director T +27 (0)11 562 1184 E michael.yeates@dlacdh.com

E gavin.stansfield@dlacdh.com

Gavin Stansfield

T +27 (0)21 481 6314

Director

Faan Coetzee Executive Consultant T +27 (0)11 562 1600 E faan.coetzee@dlacdh.com

Kirsten Caddy Senior Associate T +27 (0)11 562 1412 E kirsten.caddy@dlacdh.com

Nicholas Preston Senior Associate T +27 (0)11 562 1788 E nicholas.preston@dlacdh.com

Ndumiso Zwane Senior Associate T +27 (0)11 562 1231 E ndumiso.zwane@dlacdh.com Anli Bezuidenhout Associate T +27 (0) 21 481 6351 E anli.bezuidenhout@dlacdh.com

Shungu Mariti Associate T +27 (0)11 562 1475 E shungu.mariti@dlacdh.com

Inez Moosa Associate T +27 (0)11 562 1420 E inez.moosa@dlacdh.com

Zinhle Ngwenya Associate T +27 (0)11 562 1119 E zinhle.ngwenya@dlacdh.com

Lauren Salt Associate T +27 (0)11 562 1378 E lauren.salt@dlacdh.com

This information is published for general information purposes and is not intended to constitute legal advice. Specialist legal advice should always be sought in relation to any particular situation. Cliffe Dekker Hofmeyr will accept no responsibility for any actions taken or not taken on the basis of this publication.

BBBEE STATUS: LEVEL THREE CONTRIBUTOR

JOHANNESBURG

1 Protea Place Sandton Johannesburg 2196, Private Bag X40 Benmore 2010 South Africa Dx 154 Randburg and Dx 42 Johannesburg

T +27 (0)11 562 1000 F +27 (0)11 562 1111 E jhb@dlacdh.com

CAPE TOWN

11 Buitengracht Street Cape Town 8001, PO Box 695 Cape Town 8000 South Africa Dx 5 Cape Town

T +27 (0)21 481 6300 F +27 (0)21 481 6388 E ctn@dlacdh.com

www.cliffedekkerhofmeyr.com

©2014 0175/SEPT14