REPUBLIC OF SOUTH AFRICA

TOBACCO PRODUCTS CONTROL AMENDMENT BILL

(As introduced)

(Minister of Health)

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.

BILL

To amend the Tobacco Products Control Act, 1993, so as to insert definitions of 'brand element', 'composition', 'distribute', 'emission', 'manufacturer', 'promotion', 'public conveyance' and 'vending machine'; to amend definitions of 'advertisement', 'pack age', 'public place' and 'tobacco product'; to provide for the enforcement of national regulations; to prohibit and restricts ales to and by minors; to restrict tobaccos ales from vending machines; to prohibit the tax-free and duty-free sale of tobacco products; to provide measures to preventillicit trade in tobaccoproducts; to increase the penalties; and to provide for matters incidental thereto.

 ${f B}{f E}$ IT ENACTED by the Parliament of the Republic of South Africa, as follows:-

Amendment of the Preamble

1. The Preamble of the Tobacco Products Control Act, 1993 (hereinafter referred to as the "principal Act"), is hereby amended by the substitution for the Preamble of the following:

"Preamble

ACKNOWLEDGING that tobacco use-

is extremely injurious to the health of both smokers or non-smokers and warrants, in the public interest, a restrictive legislation;

is a widely accepted practice among adults, which makes it inappropriate to ban completely;

REALISING that the association of smoking with social success, business advertisement and sporting prowess through the use of advertising and promotion may

have the particularly harmful effect of encouraging children and young people to take up smoking;

CONSIDERING that the extent of the effects of smoking on health calls for strong action to deterpeople from taking up smoking, to protect people, especially young people from the harmful effects of tobacco products and to encourage existing smokers to give up smoking; and

RESOLVING to align the health system with the democratic values of the Constitution and the international Framework Convention of Tobacco Control and to enhance and protect the fundamental rights of citizens by discouraging the use, promotion

and advertising of tobacco products in order to reduce the incidence of tobacco-related illness and death;".

Amendment of section 1 of Act 83 of 1993

- 2. Section 1 of the Tobacco Products Control Act, 1993 (hereinafter referred to as the "principal Act"), is hereby amended by the -
 - (a) substitution for the definition of "advertisement" of the following definition:
 - "'advertisement', in relation to any tobacco product means any drawn, still or moving picture, sign, symbol, <u>brand element</u>, other visual image or message or audible message aimed at the public and designed to promote or publicise a tobacco product <u>or has the effect of promoting or publicising a tobacco product</u> or topromotesmoking behaviour [and includes the use in any advertisement or promotion aimed at the public of a tobacco product manufacturer's company name where the name or any part of the name is used as or is includedin a tobacco product trade mark,] and includes product stacking and product displays of any kind or size, and 'advertise' has a corresponding meaning;";
 - (b) insertion after the definition of "advertisement" of the following definitions:
 - "'brand element' includes the brand name, trade-mark, trade-name, distinguishing guise, logo, graphic arrangement, design, slogan, symbol, motto, selling message, recognizable colour or pattern of colours, or any other indicia of product identification identical or similar to, or identifiable with those used for any brand tobacco product;";
 - "'composition' refers to the content, arrangement or combination of substances included in the processing and manufacture of tobacco products;";
 - "'emission' means any substance or combination of substances that is produced as a result of a tobacco product being lit;";

- (c) insertion after the definition of "employed" or "employment" of the following definitions:
 - "'manufacturer' includes any entity that is associated with the manufacturer, including an entity that controls or is controlled by the manufacturer or that is controlled by the same entity that controls the manufacturer;";
- (d) substitution for the definition of "package" of the following definition:
 - "' 'package' means the container, receptacle or wrapper in which tobacco products are sold, supplied or distributed;";
- (e) insertion after the definition of "private dwelling" of the following definitions:
 - "'promotion' is the practice of fostering awareness of and positive attitudes towards a tobacco product, brand or manufacturer for the purpose of selling the tobacco product or encouraging tobacco use, through various means including direct advertisement, discounts, incentives, rebates, free distribution, entertainments, organised activities, questionnaires or surveys, promotion of brand elements by means of related events and products through any public medium of communication including cinematographic film, television production, radio production or the Internet, and 'promote' has a corresponding meaning;";
 - "'public conveyance' includes any commercial or chartered aircraft, ship, boat, train, bus, mini-bus or taxi;";
- (f) substitution for the definition of "public place" of the following definition:
 - "'public place' means any indoor, [or] enclosed <u>or semi-enclosed</u> area which is open to the public or any part of the public, and includes a workplace and a public conveyance <u>as well as the area within five metres of any doorways or entrances to the public place, workplace or public conveyance;"</u>;
- (g) the insertion after the definition of "public place" of the following definition:
 - "'sell' in relation to this Act means to sell, offer to sell, expose for sale, distribute, give, supply, exchange, convey, consign, deliver, furnish, or transfer possession for commercial purposes, or offer to do so, whether for a fee or other consideration or as a sample, gift, prize, bonus or otherwise without charge, and 'sale' has a corresponding meaning;";
- (h) substitution for the definition of "tobacco product" of the following definitions:
 - "'tobacco product' means any product composed in whole or in part of tobacco,

- including tobacco leaves and any extract of tobacco leaves, and including cigarette papers, tubes and filters;";
- (i) insertion after the definition of "trade mark" of the following definition:
 - "'<u>vending machine</u>' means any means of distribution of tobacco products that is not monitored in the prescribed manner by a human being.".

Amendment of section 2 of Act 83 of 1993

- 3. Section 2 of the principal Act is hereby amended by-
 - (a) by the substitution for subsection (2) of the following subsection:
 - "(2) The Minister may by notice in the *Gazette* prohibit or restrict smoking in specified outdoor public spaces where persons are likely to congregate within close proximity to one another or where smoking may pose a fire or other hazard.";
 - (b) the substitution for subsection (3) of the following subsection:
 - "(3) A municipality shall have the power, duty and obligation to enforce this Act and the regulations made in terms thereof in its area of jurisdiction.";
 - (c) the substitution for subsection (4) of the following subsection:
- "(4) An employer, owner, lessee or person in control of a public place or specified outdoor space shall, in accordance with regulations made in terms this Act, post signs informing employees and the public of the prohibitions on smoking.";
 - (d) the substitution for subsection (5) of the following subsection:
 - "(5) The Minister may make regulations-
 - (a) prescribing the location, content, size and format of any signs required in terms of this Act; and
 - (b) generally as needed to carry out this section.";
 - (e) the substitution for subsection (6) of the following subsection:
 - "(6) All public places, workplaces and public conveyances and any outdoorspaces designated non-smoking areas in terms of this Act shall post signs,

in accordance with the regulations.";

- (f) the substitution for subsection (7) of the following subsection:
 - "(7) Children under the age of 18 years shall not be permitted in a permissible smoking area.".

Amendment of section 3 of Act 83 of 1993

- **4.** Section 3 of the principal Act is hereby amended by-
 - (a) the substitution for the heading of section 3 of the following heading:
 - "Advertising, spons or ship, promotion <u>and distribution of to bacco products</u> and <u>[required]</u> information <u>that is required in respect of [packages] the packaging and labelling of to bacco products."</u>
 - (b) the substitution for subsection (1) of the following subsection:
 - "(1) No person shall advertise or promote or cause to advertise or promote by any other person, a tobacco product or a tobacco product-related brand element through direct or indirect means, including through sponsorship of any organization, event, service, physical establishment, programme, project, bursary, scholarship or any other vehicle of any kind.";
 - (c) the insertion after subsection (2) (c) of the following subsection:
 - "(d) make any financial contribution to any person in respect of any organization, event, service, physical establishment, programme, project, bursary scholarship or any other vehicle of any kind.";
 - (d) the substitution for subsection (3) and subsection (4) of the following subsections:
 - "(3) No person shall sell or offer to sell tobacco products
 except in a package containing the quantities or number of units prescribed by
 regulation.
 - (4) Notwithstanding any regulation made under this Act, no person shall sell or offer to sell tobacco products in the following places:
 - (a) <u>health institutions, including hospitals, pharmacies and</u> clinics;
 - (b) any educational or training institutions, including primary and secondary schools, and educational institutions where

more than 50% of the learners are under the age of 18 years;";

- (e) the insertion after **subsection** (5) of the following subsections:
 - "(6) No person shall sell or offer to sell a tobacco product unless it is hidden from view of the general public at the point of sale, except where the sole purpose of the retailer is to sell tobacco products.
 - (7) Notwithstanding subsection (6), retailers may post, in accordance with regulations passed in terms of this Act, a notice indicating that tobacco products are available for sale, the specific brands available for sale, and their respective prices, provided that brand elements other than the brand names are displayed.
 - (8) No person shall sell or offer to sell a tobacco product by means of a display that permits a person to handle the tobacco product before paying for it.
 - (9) No person shall sell or offer to sell tobacco products at retail unless signs bearing prescribed health warnings and other prescribed information are posted at the point of sale in accordance with regulations passed in terms of this Act.
 - (10) No person shall sell, offer to sell, supply or distribute to the public or any member of the public tobacco products through direct offers, the postal services or the Internet.
 - (11) No person shall, at any place or premises in which tobacco or tobacco-related products are sold at retail, display any sign concerning the legal age at which tobacco products may be purchased unless the sign is consistent with the regulations made in terms of this Act.
 - (12) No person shall manufacture, distribute, or import a tobacco product unless the package containing it displays, in the prescribed form and manner, including through an enclosed leaflet if prescribed, the information required by the regulations about the product and its emissions, about the health hazards and health effects arising from the use of the product or from its emissions, other health related messages such as, inter alia, advice on how to quit smoking, and markings designed to facilitate efforts to identify illegally manufactured or distributed tobacco products or products on which tax has not been paid and the messages may be in the form of pictures or pictograms.
 - (13) No person shall package or label a tobacco product in any way that is false, misleading, deceptive or likely to create any erroneous, deceptive or misleading impression about its characteristics, properties, health effects, toxicity, composition, merit, safety, hazards or emissions, including any term, descriptor, trademark, figurative or other sign that directly or indirectly creates

not

that impression that a particular tobacco product is less harmful than another tobacco product, and this includes, inter alia, terms such as "low tar", "light", "ultra-light", or mild.

- (14) Any requirements arising from the above-mentioned clauses do not relieve a manufacturer or retailer of further legal obligations or other liabilities in terms of any other law to warn consumers of the risks of using tobacco products.
- (15) The Minister may make regulations in terms of the objects of the Act for purposes of achieving the objects of this Act:
 - (a) regarding the content and format of information described in subsection 12 of this Act that must appear on packages and in leaflets;
 - (b) regarding information that may not appear on packages or in leaflets;
 - (c) prescribing quantities of tobacco to be sold in a single package;
 - (d) prescribing places where tobacco products may not be sold;
 - (e) prescribing notices and signage at points of sale; and
 - (f) generally as needed to carry out this section of this Act.".

Amendment of section 3A of Act 83 of 1993

5. Section 3A of the principal Act is hereby amended by the substitution for section 3A of the following section:

"3A Product Regulation

- (1) No person shall manufacture, sell, or import a tobacco product except in compliance with this Act and regulations made in terms of this Act."
- (2) Every manufacturer and importer of a tobacco product shall provide the Minister, in the prescribed manner and within the prescribed time, prescribed information about the product and its emissions as required by the regulations.
 - (3) The Minister may make regulations:

- (a) establishing standards for the manufacture of tobacco products, including
 - (i) prescribing the amount of substances that may be contained in the product or its emissions;
 - (ii) prescribing substances that may not or may not be added to tobacco products; and
 - (iii) prescribing product design standards to meet the health and safety objectives of the Act.
- (b) prescribing test methods, including methods to assess conformity with the standards;
- (c) prescribing information that manufacturers and importers must provide to the Minister or the public about tobacco products and their emission, including sales data on product promotion and information on product composition, ingredients, hazardous properties and brand elements;
- (d) generally as needed to carry out this section of this Act.".

Amendment of section 4 of Act 83 of 1993

- **6.** Section 4 of the principal Act is hereby amended by-
 - (a) the substitution for the heading of section 4 of the following heading:
 - "4 Prohibition of sale of tobacco products to <u>and by persons under the age of [16] 18 years."</u>
 - (b) the substitution for subsection (1) of the following subsection:
 - "(1) No person shall sell or supply any tobacco product to any person under the age of [16] 18 years [, whether for his personal use or not].".
 - (c) The insertion after subsection (1) of the following subsections:
 - "(2) No person under the age of 18 years shall sell or offer to sell tobacco products."
 - "(3) <u>It shall not be a defence to subsection (1) that the person appeared</u> to be 18 years old or older."

Amendment of section 5 of Act 83 of 1993

- 7. Section 5 of the principal Act is hereby amended by-
 - (a) the substitution for the heading of section (5) of the following heading:
 - "Restriction on [use of vending machines] <u>specific forms of the sale of tobacco products</u>"
 - (b) the substitution for subsection (1) of the following subsection:
 - "(1) The sale of tobacco products [from] through vending machines shall be restricted [to places in which purchases from such machines are inaccessible topers ons under the age of sixteen years] and the Minister may make regulations regarding the sale of tobacco products through vending machines".
 - (c) the substitution for subsection (2) of the following subsection:
 - "(2) The sale of tax- and duty- free tobacco products shall be prohibited within a period of three months after the coming into operation of this Act.".
 - (d) the deletion of subsection (3)

Amendment of section 6 of Act 83 of 1993

- **8.** Section 6 of the principal Act is hereby amended by-
 - (a) the substitution for subsection (1) of the following subsection:
- "(1) <u>In addition to the regulations specified in this Act, the Minister</u>

 may make regulations regarding any matter required or permitted to be

 prescribed in terms of a provision of this Act, or any regulations that may reasonably

 prescribed in order to achieve the objects of this Act.".
 - (b) the deletion of subsection (2).
 - (c) the substitution for subsection (3) of the following subsection:
 - "(3) The Minister shall, not less than [three months] one month before issuing any regulations under this Act, cause a draft of the regulation to be published in the *Gazette*, together with a notice declaring his <u>or her</u> intention to issue such regulation and inviting interested persons to furnish him <u>or her</u> with any comments thereon or representations in connection therewith within a specified period."

Amendment of section 7 of Act 83 of 1993

- **9.** Section 7 of the principal Act is hereby amended by-
 - (a) the substitution for subsection (1) of the following subsection:
 - "(1) Any person who contravenes section 2(1) or fails to comply with any notice issued in terms section 2(1) shall be guilty of an offence and liable on conviction to a fine not exceeding [R200] R20000 or to such penalties as may be determined for the first offence, and in the case of a any subsequent offences to a fine of not less than R20000 and not more than R 100000 or such penalties as may be determined;".
 - (b) the substitution for subsection (2) of the following subsection:
 - "(2) Any person who contravenes or fails to comply with any provisions of sections 4(1) or 5(1) or fails to comply with any notice issued in terms section 4(1) shall be guilty of an offence and liable on conviction to a fine not exceeding [R10 000] R50 000 or such [imprisonment] penalties as may be determined for the first offence, and in the case of a any subsequent offences to a fine of not less than R50 000 and not more than R 150 000 or such penalties as may be determined;".
 - (c) the substitution for subsection (3) of the following subsection:
 - "(3) Any person who contravenes or fails to comply with the provisions of section 3, 3A or 4A or any notice issued in terms of section 3, 3A or 4A shall be guilty of an offence and liable on conviction to a fine not exceeding [R200 000] R500 000 or to such [imprisonment] penalties as may be determined for the first offence, and in the case of a any subsequent offences to a fine of not less than R500 000 and not more than R 900 000 or such penalties as may be determined."
 - (d) the insertion after subsection (3) of the following subsections:
 - "(4) Any person who contravenes or fails to comply with any provisions of sections 5(2) shall be guilty of an offence and liable on conviction to a fine not exceeding R250 000 or such penalties as may be determined for the first offence, and in the case of a any subsequent offences to a fine of not less than R250 000 and not more than R700 000 or such penalties as may be determined.
 - (5) Any person found guilty of smoking in a place where smoking is prohibited shall be liable to a fine of not less than R300 and not more than R 500 for the first offence, and of not less than R500 and not more than R1 000 for subsequent offences."

10. Transitional arrangements

(1) Any notice or regulation issued by the Minister prior to the coming into operation of this Act shall remain in force until amended, repealed or replaced by a notice or regulation made by the Minister in terms of this Act.

11. Short title and commencement

- (1) This Act shall be called the Tobacco Products Control Amendment Act, 2003, and comes into operation on a date to be fixed by the President by proclamation in the *Gazette*.
 - (2) Different dates may be fixed in respect of different provisions of this Act.