

A guide to the Labour Relations Act, 1995 (as amended)

Second Edition

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#### **Please note:**

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Some of the illustrations have also been removed in the interests of a smaller file size to allow for easier access.

# Know your LRA

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2nd Edition

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## Introduction

The Labour Relations Act (LRA), Act 66 of 1995 aims to promote economic development, social justice, labour peace and democracy in the workplace.

It sets out to achieve this by providing a framework for regulating the relationship between employees and their unions on the one hand, and employers and their organizations on the other hand. At the same time, it also encourages employers and employees to regulate relations between themselves.

The Act promotes the right to fair labour practices, to form and join trade unions and employers' organizations, to organize and bargain collectively, and to strike and lock-out. In doing so it reflects the vision of employees' and employers' rights contained in the Constitution.

The LRA 1995 with the subsequent amendments sets out the rights of employers and employees and their organisations more clearly than before. This should provide the parties with more certainty with regard to the exercise of these rights.

The Act also favours conciliation and negotiation as a way of settling labour disputes. It expects parties to make a genuine attempt to settle disputes through conciliation before going on to the next step, which could be arbitration, adjudication or industrial action. By providing for a more simplified dispute resolution process, the Act aims to achieve a quick, effective and inexpensive resolution of disputes. It thereby aims to reduce the level of industrial unrest, and to minimize the need for costly legal advice. The Commission for Conciliation, Mediation and Arbitration (CCMA) plays a critical role in actively conciliating and arbitrating disputes, and also provides advice on a range of issues to the parties concerned.

This second edition of the booklet incorporates the 2002 amendments, which provides for the following:

- the right to strike on retrenchments and facilitation of disputes around retrenchments:
- increased powers to bargaining councils and its officials;
- obliging bargaining councils to report to the Registrar on the activities of small business:



- better protection of vulnerable workers;
- increased powers of the Registrar in respect of bargaining councils and trade unions and employers' organisations;
- one stop conciliation and arbitration processes; and
- one stop final and binding disciplinary enquiries (called pre-dismissal arbitration).

#### Content

The Act guides employees and employers on:

- the purpose, application and interpretation of the Act (LRA Chapter 1)
- joining organisations (LRA Chapter 2)
- organising and collective bargaining (LRA Chapter 3)
- strikes and lock-outs (LRA Chapter 4)
- participating in workplace decision-making (LRA Chapter 5)
- registering and managing organisations (LRA Chapter 6)
- settling disputes (LRA Chapter 7)
- discipline and dismissals (LRA Chapter 8)
- general provisions (LRA Chapter 9)
- the establishment of institutions, transitional arrangements, and Codes of Good
   Practice (LRA Schedule 1-8)



## The Department of Labour and the role of other labour laws

Over the last few years, the Department of Labour has made great strides developing other employment legislation following the same tripartite process (ie involving negotiations between labour, business and the government). Acts passed include:

- an employment standards law, the Basic Conditions of Employment Act, 1997;
- an employment equity law, to prohibit discrimination and to promote affirmative action, the Employment Equity Act, 1998;
- a skills development law and financing mechanism law to incentivise the growth of skills among workers, the Skills Development Act, 1998 and the Skills Development Levies Act, 1999; and
- a revised social security law to assist employees who become unemployed, the Unemployment Insurance Act, 63 of 2001.

These laws together with the LRA set the parameters for labour relations in South Africa.

#### How to use this guide

This guide is a summary of key aspects of the LRA. At the end of each chapter you will find reference to the Act which you can consult for further information. Talk to a union organiser, personnel manager, Department of Labour official or a staff member at the CCMA if you have difficulty in understanding the Act.



