ACT 196
COMPULSORY SAVINGS (ABOLITION) ACT, 1963

ARRANGEMENT OF SECTIONS

ACT 196
COMPULSORY SAVINGS (ABOLITION) ACT, 19631(1)

AN ACT to abolish compulsory savings, to provide for the redemption or repayment of bonds issued previously and to make provision for related matters.

1. Employers not liable to make deductions under section 3

An employer is not liable, with effect from the appointed date, to make the deductions in respect of employees specified in section 3, or to purchase stamps on behalf of the employees.

2. Individuals and companies not liable

(1) The Commissioner is not, with effect from the appointed date, liable to make assessments under section 4 or section 5.

(2) An individual or company shall not, with effect from the appointed date, take bonds as required by section 4 or section 5.

3. Special provisions for bonds

(1) Where an individual or a company has taken bonds under section 4 or section 5 in respect of the year commencing on the first day of July, 1963, the face value of the bonds shall be set off against the income tax payable by that individual or company.

(2) Where an employer has purchased stamps under section 3 in respect of the period commencing on the first day of November, 1963, and ending on the thirtieth day of June, 1964, if the employer satisfies the Commissioner that the stamps are held for valid reasons, the Commissioner may authorise the refund of the face value of the stamps within the time determined by the Commissioner.

4. Deductions not made and bonds not taken before specified dates

(1) Where an employee has neither had deductions made nor stamps purchased by the employer on behalf of the employee under section 3 in respect of the period commencing from the first day of July, 1961 and ending on the thirty-first day of October, 1963 or a part of that period, the deductions shall be made and the stamps shall be purchased by the employer within thirty days after the appointed day.

(2) Where an individual or a company has neither been assessed nor taken bonds under section 4 or section 5 in respect of the period commencing on the first day of July, 1961 and ending on the thirtieth day of June, 1963 or a part of that period the individuals or companies shall be assessed by the Commissioner and the bonds shall be taken by the individuals or companies within thirty days of the assessment.

5. Certain provisions to apply to bonds

Sections 7 (1) (*d*) and 9 shall continue to apply in respect of bonds taken under the Act.

6. Stamps previously purchased to be converted into bonds

Where stamps have been purchased by an employer on behalf of the employee under section 3 of the Act and the stamps have not been converted into bonds, the stamps shall be converted by the employer into bonds as soon as may be practicable and the bonds shall be deemed to be bonds taken under the Act.

7. Act to cease to have effect

Except as otherwise expressly provided in this Act or for any purpose connected with or incidental to a matter relating to this Act, the provisions of the Act shall cease to have effect from the appointed date.

8. Interpretation

In this Act, unless the context otherwise requires,

"Act" means the Compulsory Savings Act, 1963 (Act 173);

"appointed date" means the first day of November, 1963;

"Commissioner" means the Commissioner of the Internal Revenue Services or any other person authorised in that behalf by the Commissioner.

9. Commencement of Act

*Spent.*2(2)

Endnotes

1 (Popup - Footnote)

1. This Act was assented to on 31st October, 1963.

2 (Popup - Footnote)

2. The section provided for its commencement on the appointed day which, under section 8, is the first day of November, 1963.