

# **Remuneration of employees and turnover of institutions according to the levies received by district and metropolitan municipalities, by province**

**Quarter ended 30 June 2004**

**Embargoed until:  
23 September 2004  
13:00**

**KEY FIGURES FOR THE QUARTER ENDED JUNE 2004**

	<b>December 2003</b>	<b>March 2004</b>	<b>June 2004</b>	<b>Percentage change between quarter ended March 2004 and quarter ended June 2004</b>
	<b>R million</b>	<b>R million</b>	<b>R million</b>	
<b>Remuneration of employees based on regional services levies of district and metropolitan municipalities</b>	122 520,0	129 587,3	130 495,1	0,7
<b>Turnover of institutions based on regional establishment levies of district and metropolitan municipalities</b>	726 961,1	*736 942,1	761 764,6	3,4

\*Revised – see note 12, page 12.

**KEY FINDINGS FOR THE QUARTER ENDED JUNE 2004**

**Total remuneration increased by 0,7% and total turnover increased by 3,4% in the second quarter of 2004.**

According to the June 2004 survey of remuneration of employees and turnover of institutions, based on the regional services levies received by district and metropolitan municipalities, the total remuneration of employees, increased by 0,7% in the second quarter of 2004 compared with the first quarter of 2004.

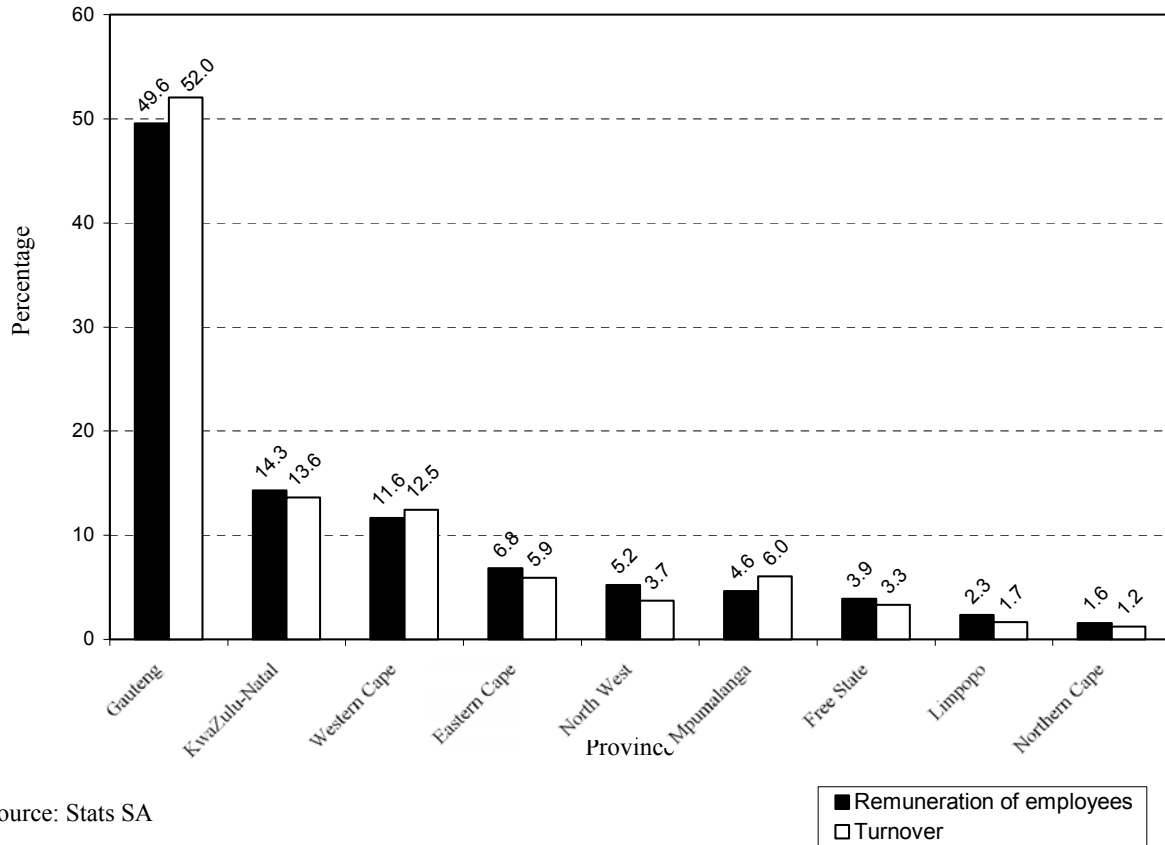
The total turnover of institutions, based on the regional establishment levies received by district and metropolitan municipalities, increased by 3,4% in the second quarter of 2004 compared with the first quarter of 2004.

**Provincial breakdowns**

The largest provincial contributor to the total remuneration of employees was Gauteng (49,6%), followed by KwaZulu-Natal (14,3%), Western Cape (11,6%), Eastern Cape (6,8%), North West (5,2%), Mpumalanga (4,6%), Free State (3,9%), Limpopo (2,3%) and Northern Cape (1,6%) (cf. figure 1, p.2).

The largest provincial contributor to the total turnover of institutions was Gauteng (52,0%), followed by KwaZulu-Natal (13,6%), Western Cape (12,5%), Mpumalanga (6,0%), Eastern Cape (5,9%), North West (3,7%), Free State (3,3%), Limpopo (1,7%) and Northern Cape (1,2%) (cf. figure 1, p.2).

**Figure 1 – Percentage distribution of remuneration of employees and turnover of institutions based on levies received by district and metropolitan municipalities according to province for the quarter ended June 2004**



Source: Stats SA

**Increases and decreases in remuneration of employees and turnover of institutions based on the levies received by district and metropolitan municipalities**

The fluctuations in the levies received by district and metropolitan municipalities can be caused by:

- legal action taken to recover outstanding amounts which may result in significant increases from one quarter to another;
- levies paid annually and not on a quarterly basis;
- the turnover of institutions and remuneration of employees;
- public holidays as well as other periods when institutions are closed;
- revisions to previous quarters made in the event of new information being furnished by the respondents; and
- creation of new district municipalities and payments made at different district municipalities.

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**PJ Lehohla**  
**Statistician-General**

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## Notes

<b>Forthcoming issues</b>	<b>Issue</b>	<b>Expected release date</b>
	September 2004	23 December 2004
<b>Purpose of survey</b>	The purpose of this survey is to collect information regarding remuneration of employees and turnover of institutions based on the levies received by district and metropolitan municipalities. The information collected is also used to estimate the Gross Domestic Product according to region (GDPR).	
<b>Publication format</b>	The Statistics Act, 6 of 1999, prohibits the publication of information of individual respondents (in this case the district and metropolitan municipalities). Information in this release is therefore only provided at provincial level.	
<b>Response rate</b>	Response rate for the second quarter ended 30 June 2004 was 100%.	

**Table 1 - Remuneration of employees based on regional services levies received and percentage change according to province**

Province	Quarter ended					Quarter ended		Quarterly percentage change between March 2004 and June 2004	Annual percentage change between June 2003 and June 2004
	Calendar year	March	June	September	December	March	June		
	2003	2003	2003	2003	2003	2004	2004		
	R million					R million			
Western Cape	53 342.5	13 654.0	12 067.4	13 661.8	13 959.3	14 628.9	15 200.4	3.9	26.0
Eastern Cape	37 894.7	12 135.3	9 128.8	7 861.8	8 768.9	9 306.2	8 910.3	-4.3	-2.4
Northern Cape	7 341.7	1 913.1	1 891.0	1 885.1	1 652.4	2 289.5	2 059.4	-10.1	8.9
Free State	18 007.4	4 320.4	4 294.7	4 620.6	4 771.8	5 415.8	5 068.1	-6.4	18.0
KwaZulu-Natal	63 765.5	15 081.6	16 413.9	15 952.1	16 317.8	19 901.9	18 673.8	-6.2	13.8
North West	26 943.9	7 369.8	5 596.1	7 447.0	6 531.0	5 827.3	6 793.3	16.6	21.4
Gauteng	235 646.9	48 908.1	62 873.8	61 768.4	62 096.6	61 240.7	64 661.4	5.6	2.8
Mpumalanga	24 098.9	6 245.4	6 238.5	5 858.3	5 756.7	7 812.3	6 067.2	-22.3	-2.7
Limpopo	12 834.2	3 558.8	3 626.4	2 983.6	2 665.4	3 164.7	3 061.2	-3.3	-15.6
<b>Total remuneration</b>	<b>479 875.7</b>	<b>113 186.5</b>	<b>122 130.6</b>	<b>122 038.6</b>	<b>122 520.0</b>	<b>129 587.3</b>	<b>130 495.1</b>	<b>0.7</b>	<b>6.8</b>

**Table 2 - Turnover of institutions based on regional establishment levies received and percentage change according to province**

Province	Quarter ended					Quarter ended		Quarterly percentage change between March 2004 and June 2004	Annual percentage change between June 2003 and June 2004
	Calendar year	March	June	September	December	March	June		
	2003	2003	2003	2003	2003	2004	2004		
	R million					R million			
Western Cape	333 405.1	79 844.0	81 527.6	86 130.2	85 903.3	86 365.7	94 903.6	9.9	16.4
Eastern Cape	170 759.7	41 701.7	39 647.5	42 177.0	47 233.5	41 998.0	45 182.4	7.6	14.0
Northern Cape	39 357.2	10 196.1	10 748.5	10 046.0	8 366.7	11 928.3	9 431.6	-20.9	-12.3
Free State	100 186.4	26 280.9	26 615.8	24 675.7	22 614.0	27 241.8	25 126.9	-7.8	-5.6
KwaZulu-Natal	384 436.5	89 434.0	101 138.0	98 366.0	95 498.4	*105 067,3	103 607.7	-1.4	2.4
North West	103 350,1	28 615,3	19 158.2	29 305.0	26 271.6	29 785.8	28 302.9	-5.0	47.7
Gauteng	1 449 204.3	306 659.5	375 879.4	378 387.9	388 277.5	370 938.3	396 387.9	6.9	5.5
Mpumalanga	164 724.4	41 385.5	40 456.1	41 578.6	41 304.2	50 304.0	46 062.0	-8.4	13.9
Limpopo	46 474.3	10 310.4	11 994.0	12 678.1	11 491.8	13 312.8	12 759.7	-4.2	6.4
<b>Total turnover</b>	<b>2 791 898,1</b>	<b>634 427,4</b>	<b>707 165.1</b>	<b>723 344.6</b>	<b>726 961.1</b>	<b>*736 942,0</b>	<b>761 764.6</b>	<b>3.4</b>	<b>7.7</b>

\* Revised - see note 12, page 12

**Table 3 - Remuneration of employees based on regional services levies received according to province**

Province	Calendar year 2003	Quarter ended				Quarter ended	
		March 2003	June 2003	September 2003	December 2003	March 2004	June 2004
		R '000				R '000	
Western Cape	53 342 504	13 654 036	12 067 387	13 661 780	13 959 301	14 628 907	15 200 359
Eastern Cape	37 894 742	12 135 298	9 128 792	7 861 789	8 768 863	9 306 178	8 910 288
Northern Cape	7 341 661	1 913 069	1 891 034	1 885 146	1 652 412	2 289 539	2 059 417
Free State	18 007 404	4 320 356	4 294 712	4 620 567	4 771 770	5 415 810	5 068 131
KwaZulu-Natal	63 765 464	15 081 634	16 413 940	15 952 075	16 317 816	19 901 884	18 673 782
North West	26 943 899	7 369 783	5 596 120	7 446 952	6 531 044	5 827 282	6 793 295
Gauteng	235 646 949	48 908 095	62 873 806	61 768 445	62 096 603	61 240 671	64 661 418
Mpumalanga	24 098 844	6 245 390	6 238 452	5 858 252	5 756 749	7 812 339	6 067 206
Limpopo	12 834 192	3 558 816	3 626 361	2 983 576	2 665 438	3 164 736	3 061 240
<b>Total remuneration</b>	<b>479 875 659</b>	<b>113 186 476</b>	<b>122 130 604</b>	<b>122 038 582</b>	<b>122 519 997</b>	<b>129 587 347</b>	<b>130 495 136</b>



**Table 4 - Turnover of institutions based on regional establishment levies received according to province**

Province	Calendar year 2003	Quarter ended				Quarter ended	
		March 2003	June 2003	September 2003	December 2003	March 2004	June 2004
		R '000				R '000	
Western Cape	333 405 134	79 844 016	81 527 608	86 130 206	85 903 304	86 365 735	94 903 631
Eastern Cape	170 759 727	41 701 748	39 647 462	42 177 002	47 233 515	41 997 956	45 182 360
Northern Cape	39 357 236	10 196 057	10 748 469	10 045 965	8 366 744	11 928 333	9 431 580
Free State	100 186 373	26 280 881	26 615 780	24 675 706	22 614 006	27 241 780	25 126 860
KwaZulu-Natal	384 436 508	89 434 013	101 138 049	98 366 028	95 498 418	*105 067 330	103 607 717
North West	103 350 092	28 615 267	19 158 217	29 304 999	26 271 609	29 785 820	28 302 883
Gauteng	1 449 204 281	306 659 468	375 879 385	378 387 941	388 277 487	370 938 314	396 387 899
Mpumalanga	164 724 417	41 385 471	40 456 132	41 578 599	41 304 216	50 304 006	46 061 994
Limpopo	46 474 281	10 310 375	11 993 980	12 678 137	11 491 789	13 312 787	12 759 674
<b>Total turnover</b>	<b>2 791 898 050</b>	<b>634 427 296</b>	<b>707 165 082</b>	<b>723 344 584</b>	<b>726 961 088</b>	<b>*736 942 061</b>	<b>761 764 598</b>

\* Revised - see note 12, page 12

**Table 5 - Actual regional services levies received according to province**

Province	Quarter ended				Quarter ended	
	March 2003	June 2003	September 2003	December 2003	March 2004	June 2004
	Rand				Rand	
Western Cape	38 590 384	34 073 889	38 805 775	39 624 712	41 151 149	43 071 801
Eastern Cape	42 765 856	32 467 566	27 870 295	31 696 453	33 589 309	31 928 175
Northern Cape	6 368 932	6 300 486	6 251 701	5 480 360	7 571 326	6 804 951
Free State	13 869 960	13 992 426	15 035 915	15 299 025	17 513 268	16 392 373
KwaZulu-Natal	45 244 901	49 241 820	47 856 224	48 953 447	59 705 651	56 021 344
North West	20 498 372	15 446 163	20 532 591	17 999 771	16 075 750	18 739 387
Gauteng	164 815 408	212 229 173	208 116 561	209 233 043	206 149 324	217 289 744
Mpumalanga	20 569 345	20 544 885	19 244 451	18 807 986	25 663 591	19 919 819
Limpopo	9 869 823	10 296 892	8 445 758	7 427 785	8 858 235	8 588 519
<b>Total services levy</b>	<b>362 592 981</b>	<b>394 593 300</b>	<b>392 159 271</b>	<b>394 522 582</b>	<b>416 277 603</b>	<b>418 756 113</b>

**Table 6 - Actual regional establishment levies received according to province**

Province	Quarter ended				Quarter ended	
	March 2003	June 2003	September 2003	December 2003	March 2004	June 2004
	Rand				Rand	
Western Cape	165 434 893	169 364 476	178 768 446	179 629 377	178 008 780	194 508 127
Eastern Cape	59 294 123	56 461 259	60 261 332	66 612 961	60 121 155	64 416 870
Northern Cape	14 537 653	15 319 647	14 241 297	11 655 686	16 840 539	13 167 535
Free State	33 252 613	33 706 642	31 273 977	28 581 404	34 507 881	32 139 064
KwaZulu-Natal	107 320 816	121 365 659	118 039 233	114 598 102	126 080 796	124 329 261
North West	35 904 033	23 137 932	34 364 720	31 477 483	36 000 369	33 408 117
Gauteng	420 473 284	514 647 416	518 248 857	531 339 253	506 902 043	541 424 102
Mpumalanga	56 456 418	55 170 781	56 546 231	56 113 614	68 399 334	62 858 244
Limpopo	11 875 895	13 891 520	14 575 041	13 201 409	15 371 325	14 654 260
<b>Total establishment levy</b>	<b>904 549 728</b>	<b>1 003 065 332</b>	<b>1 026 319 134</b>	<b>1 033 209 289</b>	<b>1 042 232 222</b>	<b>1 080 905 580</b>

## Explanatory notes

### Introduction

1 Since 1993, Statistics South Africa (Stats SA) has conducted a quarterly survey of remuneration of employees and turnover of institutions regarding the levies collected from the public and private sector by district and metropolitan municipalities. The main purpose of this survey is to collect information regarding remuneration of employees and turnover according to the levies received by district and metropolitan municipalities by province. The information collected will also be used in the Gross Domestic Product by Region (GDPR) according to municipality. Some organizations are not subject to levies, for example, religious and charitable organisations and non-profit institutions.

### Scope of the survey

2 The relevant information is collected from district and metropolitan municipalities which collect levies received by district municipalities and metropolitan municipalities in terms of section 3 of Regional Services Councils Act, 1985 (Act No. 109 of 1985), section 4 of the KwaZulu-Natal Joint Services Act, 1990 (Act No. 84 of 1990) the relevant sections of the Local Government Transition Act, (Act No. 209 of 1993) and the Local Government Transition Act, Second Amendment Act, 1996 (Act No. 97 of 1996) or any amendments thereto.

### Statistical unit

3 The statistical units for the collection of information are the district and metropolitan municipalities.

### Classification

4 The 1993 edition of the Standard Industrial Classification of all Economic Activities (SIC), Fifth Edition, Report No. 09-90-02, is used to classify the statistical units in the survey. The SIC is based on the 1990 International Standard Industrial Classification of all Economic Activities (ISIC) with suitable adaptations for local conditions. This publication presents information classified by district municipality.

### Survey methodology and design

5 This survey is collected by mail each quarter from all 53 district municipalities (category C) and metropolitan municipalities (category A) within the nine provinces. It is based on the local government structures, which came into effect after the 5 December 2000 election. Information in this statistical release refers to a specific quarter. Revisions to previous quarters are made in the event of amended or new information being furnished by the respondents.

### Related publications

6 Users may also wish to refer to the following publications which are available from Stats SA –

- ◆ P0401 - Gross geographic product
- ◆ P0441 - Gross domestic product
- ◆ P9101.1 - Actual and expected capital expenditure of the public sector.
- ◆ P9101.2 - Actual and expected capital expenditure on new construction works by the public sector by statistical region
- ◆ P9114 - Financial census of municipalities
- ◆ P9115 - Non-financial census of municipalities

<b>Reliable estimates</b>	<b>7</b>	Figures for the latest quarter are preliminary. Fluctuations may occur in consecutive quarters as a result of seasonal and economic factors.
<b>Collection of levies</b>	<b>8</b>	This survey only captures data in respect of levies paid by institutions. The information does not necessarily represent all levies, which should have been collected.
	<b>9</b>	Levies paid to district and metropolitan municipalities are not necessarily applicable for the reference period. Levies paid may be inclusive of accrued and prepaid amounts.
<b>Value added tax</b>	<b>10</b>	Value added tax (VAT) has been excluded from all calculations.
<b>Rounding off-of figures</b>	<b>11</b>	All figures are rounded off independently of one another. Totals may therefore not be equal to the sum of the individual amounts.
<b>Revised figures</b>	<b>12</b>	The revised figures are due to respondents reporting revisions or corrections to the previous information they furnished.
<b>Symbols and abbreviations used</b>		Stats SA Statistics South Africa * Revised 0 not available (or not applicable)

## Glossary

<b>District municipality</b>	District municipality means a municipality that has municipal executive and legislative authority in an area that includes more than one municipality, and which is described in section 155(1) of the Constitution as a category C municipality. (Refer to Local government: Municipal Structures Act, Act No.117 of 1998).
<b>Employees</b>	Employees refer to those persons who received remuneration in the reference quarter.
<b>Metropolitan municipality</b>	Metropolitan municipality means a municipality that has exclusive executive and legislative authority in its area, and which is described in section 155(1) of the Constitution as a category A municipality. (Refer to Local government: Municipal Structures Act, Act No.117 of 1998).
<b>Quarterly percentage change between previous and current quarter</b>	Quarterly percentage change is the change in the remuneration of employees (or turnover of institutions) of the given quarter compared with the remuneration of employees (or turnover of institutions) of the previous quarter expressed as a percentage.
<b>Quarterly percentage change between a specific quarter of the previous year and the same quarter of the current year</b>	Quarterly percentage change between the previous year and the current year for the same quarter refers to the comparison of the three months of the current quarter in the current year with that of the similar period of the previous year. The amounts shown for each quarter are not cumulative.
<b>Reference quarter</b>	Reference quarter for the survey refers to the three months up to the end of each quarter. The reference quarter for this survey was 1 April 2004 to 30 June 2004.
<b>Reference year</b>	The reference year for the survey means one calendar year. The year figure refers to the total amount for the four quarters (i.e. sum of March, June, September and December of the same year).
<b>Remuneration of employees</b>	Remuneration of employees includes primarily – <ul style="list-style-type: none"> <li>• salaries;</li> <li>• wages;</li> <li>• services and other bonuses;</li> <li>• allowances (including car allowances);</li> <li>• overtime payments;</li> <li>• retirement benefits;</li> <li>• contributions to medical, pension and provident funds;</li> <li>• unemployment insurance and accident funds;</li> <li>• remuneration in kind; and</li> <li>• housing subsidies.</li> </ul>
<b>Turnover</b>	Turnover refers to total gross sales of institutions.

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Email address: [locgovt@statssa.pwv.gov.za](mailto:locgovt@statssa.pwv.gov.za) (technical enquiries)  
[info@statssa.gov.za](mailto:info@statssa.gov.za) (user information services)  
[distribution@statssa.gov.za](mailto:distribution@statssa.gov.za) (orders)

Postal address: Private bag X44, Pretoria, 0001

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