

MIBCO SHARED SERVICES CENTRE

REGISTERED UNDER THE LABOUR RELATIONS ACT 66 OF 1995 Reg. No. LR2/6/6/1

P O BOX 2578, RANDBURG, 2125 Telephone: 0861 664 226 or (011) 369-7500 Fax (011) 369-7503 VAX 086 674 6833

Circular No: 08/2011

12 August 2011

TO ALL EMPLOYERS IN THE MOTOR INDUSTRY 2011/2012 PRESCRIBED MINIMUM & GUARANTEED WAGES

The Main Collective Agreement for the Motor Industry (Govt. Gazette No. 33963) Govt. Notice No. R1146 dated 28 January 2011, came into effect on Monday 7 February 2011 and shall remain in effect for the period ending 31 August 2013. Below is a brief summary of the new minimum wage rates and guaranteed wage increases for the period 1 September 2011 to 31 August 2012.

MAIN AGREEMENT - DIVISION C CHAPTER 3 CLAUSE 4: WAGES

Take note that employees in Chapter 3 establishments, inclusive of Division B employees employed at Chapter 3 establishments, who earn less than R 115 500 per annum will be eligible for annual increases as prescribed in the relevant wage schedule.

INDUSTRY SECTOR CLASSIFICATION CLAUSE 2: DEFINITIONS

"Sector 1" means "manufacturing" establishments i.e. vehicle body builders; trailers and caravan manufacturing and warranty repairs; vehicle components and accessories, fibreglass component manufacturing; repairs and sales.

"Sector 2" means "re-manufacturing" (production) establishments i.e. component re-manufacturing; brake, clutch and radiator remanufacturing; drive-train re-manufacturing and steering re-manufacturing.

"Sector 3" means "re-conditioning" establishments i.e. automotive engineering; fuel injection/diesel pumps; gearbox/transmission; turbochargers and spring-smiths.

"Sector 4" means "service and repair" establishments i.e. motorcycle sales and repairs; battery sales and repairs; tyre sales, repairs and wheel alignment; tyre re-treading; exhaust, tow-bar and shock-absorber fitting; radio, alarm and immobilizer fitting; sunroof fitting; air-conditioning fitting; body repairs; upholstering and motor trimming; auto electrical repairs; auto valet and steam cleaning; prop-shafts and CV joints repairs; motor plastic component repairs; glass fitting; carburettor sales and repairs; drive train fitting and repairs; steering fitters and repairs; motor vehicles bus, truck and tractor repairs.

"Sector 5" means "fuel dealers, service stations and related" establishments.

"Sector 6" means "dealers sales and distribution establishments" i.e. used motor vehicle, bus truck and tractor sales and repairs; franchised motor vehicle, bus, truck, tractor, and parts sales and repairs; caravan sales and repairs and agricultural equipment sales and repairs.

"Sector 7" means "automotive parts, accessories, equipment and tool" establishments i.e. motor parts, accessories, equipment and tools; auto-breakers and used parts dealers.

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ACTUAL / GUARANTEED WAGE EXEMPTION APPLICATIONS

Individual employers seeking exemption to pay a lesser actual wage increase and / or a guaranteed increase or to be exempted from paying such, must do so on a Wage Exemption Application form obtainable from their local MIBCO Regional Office or website; www.mibco.org.za. Such application must be lodged no later than 21 days from 1 September 2011 to the local MIBCO Regional Office either by hand delivery, registered mail, facsimile or E-mail in the prescribed format with the following supportive documentation attached:

- o Formal financial information
- Written motivation
- o Detail and proof of the consultative process between the employer, employee and relevant MIBCO Trade Unions.

For further assistance please contact your local MIBCO Regional Office as listed on our website www.mibco.org.za

DIVISION B & D - CLAUSE 3 (WAGES) - ALL CHAPTERS & SECTORS

MINIMUM WAGES / SALARIES - INCREASES - WAGE SCHEDULE

EFFECTIVE FROM 01/09/2011

		SECTORS 1	,2,3,4,5 & 7			SECTOR	SECTORS 1(ch 2),2,3,4,5,& 7				
Class of employee		Minimum Wages					Minimum Wages				
Class of employee	Area	a A	Other Areas		Are	a A	Other	Areas			
	ΡW	ΡM	ΡW	РМ	ΡW	ΡM	PW	ΡM	PW	PM	
(a) Office, stores sales and	R	R	R	R	R	R	R	R	R	R	
Clerical employee-											
during 1st year of experience	747,25	3238,08	722,28	3129,88	762,65	3304,82	728,65	3157,48	55,35	239,85	
during 2nd year of experience	852,63	3694,73	821,79	3561,09	868,83	3764,93	828,33	3589,43	63,16	273,69	
during 3rd year of experience	981,96	4255,16	947,55	4106,05	1001,38	4339,31	955,56	4140,76	72,74	315,21	
thereafter	1140,04	4940,17	1095,12	4745,52	1160,76	5029,96	1093,53	4738,63	84,45	365,95	
(b) Motor vehicle sales person-											
During 1st year of experience	901,61	3906,98	866,56	3755,09	901,61	3906,98	866,56	3755,09	66,79	289,42	
thereafter.	1162,60	5037,93	1109,93	4809,70	1162,60	5037,93	1109,93	4809,70	85,96	372,49	
(c) Bookkeeper	1465,74	6351,54	1415,06	6131,93	1478,44	6406,57	1402,47	6077,37	108,57	470,47	
(d) Accountant	2493,47	10 805,04	2404,93	10 421,36	2526,43	10 947,86	2418,03	10 478,13	184,70	800,37	
(e) Parts salesperson - During 1st year of experience thereafter	939,76 1154,40	4072,29 5002,40	909,72 1107,55	3942,12 4799,38	943,64 1154,40	4089,11 5002,40	911,14 1107,55	3948,27 4799,38	69,61 85,51	301,64 370,54	
		All Areas					All Areas				
Class of Employee		ΡW	РМ		PW		РМ		ΡW	РМ	
(f) Traveller - during 1st year of experience thereafter		943,64 1154,40		4089,11 5002,40		943,64 1154,40		4089,11 5002,40		302,90 370,54	
(g) Supply sales person - during 1st year of experience during 2nd year of experience during 3rd year of experience thereafter		943,64 1080,89 1211,63 1300,30		4089,11 4683,86 5250,40 5634,63		943,64 1081,13 1211,63 1300,30		4089,11 4684,90 5250,40 5634,63		302,90 346,97 388,92 417,39	
(h) Part-time employees		*		*		*		*			

* One eleventh of the minimum weekly wage as prescribed for clerical employees in (a) hereof, for ordinary time worked on each day on any one week, or one forty-fifth of such prescribed minimum weekly wage for each hour or part of an hour of ordinary time worked in any one week, whichever is the greater.

DIVISION C, CHAPTER 1 - CLAUSE 3 - WAGES

WAGE SCHEDULE : MINIMUM WAGES

EFFECTIVE FROM 01/09/2011

		CHAPT	TER 1			CHAP	TER 1	CHAPTER 1 Guaranteed Increases* All Areas			
Class of employee	, c	SECTOR 4,5	& 7 ONLY			SECTOR	6 ONLY				
	Area	n A	Other A	Areas	Are	a A	Other Areas				
	PW PH		PW PH		PW PH		PW PH		ΡW	РН	
Grade 1	R	R	R	R	R	R	R	R	R	R	
Forecourt Attendant *	642,60	14,28	628,65	13,97	-				129,60	2,88	
Parking Garage Attendant	451,35	10,03	417,60	9,28					33,30	0,74	
Char	589,50	13,10	558,00	12,40	617,40	13,72	571,95	12,71	43,65	0,97	
Grade 2	792,00	17,60	724,05	16,09	827,55	18,39	739,80	16,44	58,50	1,30	
Grade 3	856,80	19,04	841,05	18,69	888,75	19,75	868,05	19,29	63,45	1,41	
Grade 4	935,55	20,79	918,00	20,40	969,75	21,55	947,25	21,05	69,30	1,54	
Grade 5	1043,55	23,19	1022,85	22,73	1075,95	23,91	1052,55	23,39	77,40	1,72	
Grade6	1253,70	27,86	1228,50	27,30	1281,60	28,48	1254,15	27,87	92,70	2,06	
	All Areas					All A			All Areas		
Class of Employees	PW		РН		ΡW		РН		PW	PH	
Grade 7	1561,05		34,69		1579,50		35,10		115,65	2,57	
Grade 8		1784,70	39,66		1804,95		40,11		132,30	2,94	
Forecourt Attendant**	708,30		15,74		708,30		15,74		58,50	1,30	
Watchman	721,15		no hourly rate		746,96		no hourly rate		55,33	no hourly rate	
APPRENTICES	ALL AREAS				APPRE	NTICES	ALL AREAS		* Not Applicable to Sector		
		ALL CHAPTERS					ALL CHAPTERS PW PH		6 Establishments		
3 YEAR TRADE	PV	-	P			NQF LEARNERSHIPS		PH	CBMT	PW	
First year		873,00		19,40	Lev		873,00	19,40		18,50	
Second year		1082,25		24,05	Lev		957,60	21,28		23,09	
Third year	1330,20		29,56		Level 3		1082,25	24,05		27,76	
4 YEAR TRADE				Level 4 1330,20			29,56	1454,40	32,32		
First year		873,00		19,40							
Second year		957,60		21,28			rt Attendant wages for Diesel outlets only. t Attendant wages for outlets selling Petrol & Diesel				
Third year		1082,25		24,05		** Forecourt	t Attendant w	ages for ou	tlets selling Petrol & D	Diesel	
Fourth year		1330,20		29,56							

DIVISION C, CHAPTER II - V : CLAUSE 3 - WAGES

WAGE SCHEDULE : MINIMUM WAGES - EFFECTIVE FROM 01/09/2011

	CHAPTER 2*		CHAPTER 3		CHAPTER 4*				CHAPTER 5*		APPRENTICES		
Class of Employee	SECTOR 1		SECTOR 1		SECTOR 3				SECTOR 2		ALL CHAPTERS		
Class of Employee	All Areas		All Areas		Area A		Other Areas		All Areas		All Areas		
	ΡW	ΡН	ΡW	РH	ΡW	РH	ΡW	РH	ΡW	ΡН		PW	PH
	R	R	R	R	R	R	R	R	R	R	3 Year Trade		
Grade 1	589,50	13,10	601,65	13,37	589,50	13,10	558,00	12,40	589,50	13,10	First Year	873,00	19,40
Grade 2	792,00	17,60	792,00	17,60	792,00	17,60	724,05	16,09	792,00	17,60	Second Year	1082,25	24,05
Grade 3	856,80	19,04	856,80	19,04	856,80	19,04	841,05	18,69	856,80	19,04	Third year	1330,20	29,56
Grade 4	-	-	935,55	20,79	935,55	20,79	918,00	20,40	935,55	20,79	4 Year Trade		
Grade 5	1043,55	23,19	1043,55	23,19	1043,55	23,19	1022,85	22,73	1043,55		First Year	873,00	19,40
Grade 6	1253,70	27,86	1253,70	27,86	1253,70	27,86	1228,50	27,30	1253,70	27,86	Second Year	957,60	21,28
Class of Employee	All Areas		All Areas		All Are		as		All Areas		Third Year	1082,25	24,05
Class of Employee	ΡW	РН	ΡW	РH		ΡW		РН	PW	PH	Fourth Year	1330,20	29,56
Grade 7	1561,05	34,69	-	-		1561,05		34,69	1561,05	34,69	CBMT		
Grade 8	1784,70	39,66	1784,70	39,66		1784,70		39,66	1784,70	39,66	Level 1	832,50	18,50
											Level 2	1039,05	23,09
Watchman	721,15	no hourly	721,15	no hourly		721,15	no ho	urly rate	721,15	no hourly	Level 3	1249,20	27,76
		rate		rate				-		rate	Level 4	1454,40	32,32
CHAPTER 3					Provision	ter 4 Opera	tives	GUARANTEED	INCREASE	NQF Learnership			
MEASURING					MINIM	IUM	PW	PH	PW	PH	Level 1	873,00	19,40
INSTRUMENT	PW				1. Op. Engine	Assembler					Level 2	957,60	21,28
BONUS					1st 18 Months	Experience	1043,55	23,19	77,40	1,72	Level 3	1082,25	24,05
					Therea	after	1561,05	34,69	115,65	2,57	Level 4	1330,20	29,56
vernier/micrometer		13.80			2. Operative Grade A						INCREASE	ON ACTUAL	EARNINGS
tape/rule/square/sets		9.20			1st 12 Months	Experience	1043,55	23,19	77,40	1,72	FOR CHAPTER III		III
				Thereafter		1253,70	27.86	92,70	2,06	8% will be paid on actual wages for the		es for the	
					3. Operative	e Grade B					period 1 September 2011 to 31 August 2012		
					1st 6 Months	Experience	856,80	19,04	63,45	1,41	1 *SEE GUARANTEED INCREASE		
				Thereafter 935,55 20,79			69,30	69,30 1,54 DIVISION C CHAPTER I SC			SCHEDULE		