## **ABSTRACT**

## Effect of the Settlement Land Use on the Sectoral Income Establishment and the Sectoral Employment in Palembang City, South Sumatra

The objective of the recent study was to analyze an effect of the settlement land use in Palembang City on the sectoral income establishment and sectoral employment, and an effect of the sectoral employment on the sectoral income establishment in Palembang City.

This was an explanatory research, a type of study that tried to explain a relationship among variables and then test some hypotheses formulated before. The hypotheses tested here were the relationship between the land use and sectoral employment and the sectoral income establishment in Palembang City, South Sumatra.

The results showed that, first, the land use brought about a negative significant effect on the sectoral employment. Second, the land use for settlement was not significantly correlated with the income formation factor. Third, the sectoral employment was not significantly related to the sectoral value added in Palembang City.

Key word: the settlement land use, income formation and emplyment absorbtion.