ABSTRACT

THE RELATIONSHIP BETWEEN ENVIRONMENTAL PERFORMANCE AND AUDIT COMMITTEE PERFORMANCE WITH CORPORATE SOCIAL RESPONSIBILITY (CSR) DISCLOSURE QUALITY IN MANUFACTURING COMPANIES LISTED ON BEI

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This research is aiming to investigate the relationship between environmental performance with the quality of corporate social responsibility disclosure, the relationship between audit committee performance with environmental performance, and the relationship between audit committee performance with the quality of corporate social responsibility disclosure. Environmental performance is measured by ISO 14001 certificate. The proxy of audit committee performance are audit committee meeting, audit committee report, audit charter. The quality of corporate social responsibility disclosure is measured by CSR index from Global Reporting Initiative.

The number of samples used in this research were one hundred thirteen manufacturing company. The sampling method used is purposive sampling method. Data are taken from annual report 2010-2011 of the manufacture companies listed on Indonesia Stock Exchange. The examined technique hypothesis is multiple regression by using SPSS program.

The result showed that environmental performance has a positive significant relationship with the quality of Corporate Social Responsibility disclosure as the first hypothesis. The second hypothesis showed that environmental performance has a positive and significant relationship with audit committee performance. The third hypothesis showed that audit committee performance has a positive and significant relationship with the quality of Corporate Social Responsibility disclosure.

Keywords: environmental performance, Corporate Social Responsibility disclosure, audit committee.