

ABSTRACT

THE EFFECTS OF ORIGINAL EARNINGS OF AREA, BALANCING FUNDS, AND THE ECONOMIC GROWTH TOWARD THE REGIONAL EXPENDITURE GOVERNMENT DISTRICT/CITY IN LAMPUNG PROVINCE

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The purpose of this study was to analyze whether original earnings of area, balancing funds, and the effect on the economic growth in regional expenditure on local government district / city in the province of Lampung. Data obtained from the website www.djpk.depkeu.go.id ie budget report data 2010-2014 and 2009-2013 budget realization reports and agency Badan Pusat Statistika (BPS) Province of Lampung for economic growth data. Analysis of data using multiple linear regression with SPSS 21 software.

Results of this study indicate that the F test, local revenues, equalization funds and economic growth together affect the shopping areas. Based on the results of individual parameter significance test can be concluded local revenues and fund balance positive effect on local spending, whereas economic growth does not affect the regional expenditure.

Keywords: original earnings of area, balancing funds, the economic growth, and regional expenditure.