

ABSTRACT

ANALYSIS OF LOCAL FINANCE ABILITY IN EXECUTION OF LOCAL AUTONOMY BUDGET YEAR 2004 – 2008 IN SUB-PROVINCE TULANG BAWANG

By

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Local government ability in finance management showed in Local Expenditure Plan Revenue (APBD) that depict local government ability in defraying activity of development duty execution, along with even distribution and justice by developing all potencies owned by each local. One of main feature that local able to execute local autonomy lay ins local finance ability to defray its management of local government with dependable level to central government have proportion that growing shrink and expected that Local Native Revenue (PAD) must becomes better part in mobilize local government management fund.

The aim wish to reach by this research this is to know and analyze local finance ability of Tulang Bawang Sub-Province in execution local autonomy of budget year 2004 - 2008.

Approach used in this research was the quantitative approach, that depicted a phenomenon or event based perception pass by numbers. To be more concentrate on research, then this quantitative approach is emphasized at quantitative with descriptive type. Method of analysis used in this research was descriptive method and explanative. Analyzer used was percentage and tabulation.

Base on research result indicates that Sub-Province Tulang Bawang relative have not yet capable financially, seen from local finance ratio based on Rate growth PAD, Fiscal Autonomy Degree, General Allocation Fund Ratio and Dependence Ratio. Tulang Bawang Sub-Province relative have not yet self-supporting in execution of local autonomy was measured from independence ratio or fiscal autonomy degree where PAD give very small contribution to APBD. Based on measuring of independence ratio, Sub-province Tulang Bawang tends to have very high finance dependable level to the central government. Tulang Bawang Sub-Province Government has not yet able to exploit local resources and potential posts optimally for acceptance PAD.

Keyword: Local Finance Ability, Local Autonomy