ABSTRACT

THE ANALYSIS OF THE IMPACT OF LOCAL REVENUE TOWARD FINANCIAL INDEPENDENCE IN WEST LAMPUNG GOVERNMENT

By

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This research aims to analyze how much the influence of the Local Revenue to the Local Financial Independence in West Lampung Government.

The data were collected in the Directorate General of Fiscal Balance through the internet. The data that used in this thesis is the financial data of West Lampung regency government from 2003 until 2012. This Financial data is local revenue and total revenue. The statistical method that used to test the hypothesis is simple linear regression.

The hypothesis testing results show that the variable of local revenue significantly influence the financial independence ratio in West Lampung regency in the range of 2007 to 2012.

Keyword: Local Revenue and Local Financial Independence.