

**ANALYSIS OF FACTORS AFFECTING THE MINIMUM WAGE
DETERMINATION IN LAMPUNG PROVINCE
YEAR 2000-2013**

By

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ABSTRACT

The minimum wage is one of the important components in a society that is used as subsistence for labor, in order to improve their living standards. Community needs are always increasing every moment to make the government should pay attention to the determination of the minimum wage in each year, because the workers are very dependent on wages that will get them to meet the increasing needs of life. The need for decent living, regional gross domestic product and inflation are the main factors affecting the provincial minimum wage.

This study focuses on the analysis of explanatory, in this study using multiple linear regression analysis method with the least squares method (Ordinary Least Square). This study uses time series datas obtained from Labor Department and Statistic Centre Departement of Lampung Province. Based on the results of the OLS regression showed that the variable needs of decent living and regional gross domestic product have a significant effect, while the inflation variable does not have a significant influence on the determination of the minimum wage Lampung Province.

Keyword: *the provincial minimum wage, KHL, GDP, inflation, linear regression analysis multiple.*