

## **ABSTRACT**

*This study aims to obtain empirical evidence of the effects of regional revenue, intergovernmental revenue, expenditure and leverage on the financial performance of the local government which is indicated by factor score from self-sufficiency ratio, efficiency ratio, effectiveness ratio, and activity ratio.*

*The population in this study are 23Regency/City in the region of Central Java 2012-2014. This study uses census. To test the effect of regional revenue, intergovernmental revenue, expenditure and leverage on the financial performance of the local government used multiple linear regression models.*

*The results of this study showed empirical evidence that the intergovernmental revenue and expenditure variables effect on the financial performance of the local governments in Central Java. But, the regional revenue and leverage variable give no effect on the financial performance of the local governments in Central Java.*

**Keywords:** *Regional Revenue, Intergovernmental Revenue, Expenditure, Leverage, The Financial Performance of Local Government.*

## ABSTRAKSI

Penelitian ini bertujuan untuk menemukan bukti empiris tentang pengaruh pendapatan asli daerah, dana perimbangan, *expenditure* dan *leverage* terhadap kinerja keuangan pemerintah daerah yang diprosikan dengan factor score dari rasio kemandirian, rasio efisiensi, rasio efektivitas, dan rasio aktivitas.

Populasi dalam penelitian ini yaitu 35 Kabupaten/Kota di Provinsi Jawa Tengah 2012-2014. Penelitian ini menggunakan metode sensus. Untuk menguji pengaruh pendapatan asli daerah, dana perimbangan, *expenditure* dan *leverage* terhadap kinerja keuangan pemerintah daerah digunakan model regresi linear berganda.

Hasil penelitian ini menunjukkan bukti empiris bahwa variabel dana perimbangan dan *expenditure* berpengaruh terhadap kinerja keuangan pemerintah daerah di Jawa Tengah. Namun demikian, variabel pendapatan asli daerah dan *leverage* tidak berpengaruh terhadap kinerja keuangan pemerintah daerah di Jawa Tengah.

**Kata Kunci** : Pendapatan Asli Daerah, Dana Perimbangan, *Expenditure*, *Leverage*, Kinerja Keuangan Pemerintah Daerah