ABSTRACT

Public agencies or governments are required to provide public information related to government administration. Internet financial reporting is publication of financial reports as a form of government accountability for regional financial management to the public. The form of government transparency in financial management can use various media such as the internet. Currently publication of financial reports by the government is still voluntary, so not all local governments publish their financial reports. There are various factors that affect internet financial reporting. In this study four factors were selected they are local government wealth, local government size, leverage, and BPK audit opinion.

The purpose of this study is to examine the effect c on the internet financial reporting of district and city in Central Java Province in 2017-2020. This study uses quantitative methods. The sample selection technique in this study is using purposive sampling technique. The sample used in this study was 60 samples consisting of 15 official websites of district and city government in Central Java Province for four years, 2017-2020. This study uses descriptive analysis. Classical assumption test, and panel data regression model which were tested using EViews 12 application.

Result of the panel model selection in this research used a fixed effect model. Based on the result of research local government wealth, local government size, leverage, and BPK Audit Opinion have simultaneously affect to internet financial reporting (IFR) by 68,92%. Partially, local government wealth and leverage have no effect in internet financial reporting (IFR). While partially the local government size and BPK audit opinion has positive effect in internet financial reporting (IFR). For future researchers are expected to be able to use other variables or factors that affect internet financial reporting (IFR). This research is expected to provide an overview to the government regarding internet financial reporting (IFR) and provide an overview to the public regarding internet financial reporting (IFR) so that the public can contribute in supervising the management of financial statements.

Keywords: Internet Financial Reporting (IFR), Local Government Wealth, Leverage, BPK Audit Opinion, Local Government Size