

ABSTRACT

This study aims to determine the influence of factors that affect transparency based on internet financial reporting on local government districts/cities in Java. The dependent variable of this study is transparency based on Internet financial reporting. At the same time, the influencing factors can be seen from various aspects such as local government characteristics, social and economic aspects, and other aspects related to local government financial statements. Independent variables in the study include the quality of the financial statements of local governments, the size of local governments, the age of local governments, the level of financial independence of local governments, and the level of public welfare.

This study used secondary data obtained from the website pages of each regency/city local government, LKPD Examination Results Report data obtained from BPK, and GRDP data received from the Central Statistics Agency. The population of this study is the local government on the island of Java in the period 2022. This study's sampling method used purposive sampling so that the total sample in this study is 116. This study uses multiple linear regression.

The results showed that the variable quality of local government financial statements and the size of local government proved to affect transparency based on internet financial reporting positively. In contrast, the age of local governments and the level of financial independence of local governments negatively affect the transparency based on Internet financial reporting. The level of public welfare does not affect the transparency based on Internet financial reporting.

Keywords: transparency based on internet financial reporting, financial report quality, size of Local Government, age of local government, level of financial independence, and level of public welfare.