

ABSTRACT

This research is aimed to analyze the influence of Local Government Measurement Ratio toward the Capital Expenditure for Public Services. The independent variables are The Autonomy rate, The Effectiveness rate, Eficiency rate, SiLPA and the dependent variable is Capital Expenditure for Public Services.

The samples which are use in this research are regency/municipality of Central Java province that report routine the realization report of the estimate income of regional expense (APBD) from 2007 until 2008 for Dirjen Perimbangan Keuangan Pemerintah Daerah(www.djpkpd.go.id). Besides, the writer get data of APBD 2009 period from BPS Jawa Tengah. The analytical method for determining statistical tests with SPSS (Statistical Package for the Social) 17.00 software.

The results of this research show that The Autonomy rate has negative influence toward the capital expenditure for public service. The effectiveness rate has positive influence toward capital expenditure for public service. The efficiency rate has negative influence toward capital expenditure for public service. SiLPA has positive influence toward capital expenditure for public service , and the capital expenditure for public service has negative influence toward Gini Index as the Economic Growth. This results are still need the further confirmation for the next research. Because of the lack of this research .

Key Words : *autonomy ratio, effectiveness , efficiency, Local Government Finance, capital expenditure, Economic Growth, Gini Index*