

ABSTRACT

The objective of this research is to examine the factors that influence information value of local government financial reporting. Information value refers to reliability and timeliness. The factors that influence reliability and timeliness are human resource quality, information technology utilization, internal control system, and local financial monitoring.

Data collection was done by giving questionnaires to 110 heads and staffs of SKPD's accounting department in Batang District. The collected data then processed by using PLS (partial least square).

Hypotheses testing results are as follows. First, internal control system has a positive and significant influence on reliability of local government financial reporting while human resource quality, information technology utilization, and internal control system have no influence. Second, human resource quality and information technology utilization have a positive and significant influence on timeliness of local government financial reporting while internal control system has no influence.

Keywords : *local government financial reporting, information value, human resource quality, information technology utilization, internal control system, local financial monitoring, and PLS (partial least square).*