

ABSTRACT

Human development as a benchmark for the success of the government in the welfare of its people needs to be considered as the ultimate goal of development. The success of human development is measured through the human development index which measures the average dimensions of human life which include health, education, and a decent standard of living. The purpose of this study is to examine the effect of economic growth, foreign direct investment, government spending on education, and government spending on health on the human development index.

This study uses secondary data covering 10 member countries of the ASEAN in the period 2012-2018. The method used is multiple linear regression with the Fixed Effect Model (FEM).

The results of this study indicate that the variable of economic growth has a negative and significant effect on the human development index. While the variable foreign direct investment, government spending on education and government spending on health have a positive and significant effect on the human development index.

Keywords : Human Development Index, Economic Growth, FDI, Government Spending on Education, Government Spending on Health