

ABSTRACT

The purpose of this study is to determine the factor that influence the level of transparency of local governments through empirical testing, particularly financial reports that must be disclosed transparently for information users. Financial report is the most important part that must be submitted by the Regional Government since regional autonomy was implemented by the Central Government.

This study was conducted in 6 Province on the island of Java in 2013-2018. Sampling is done using the purposive sampling method Hypothesis testing used significance test and multiple linear regression analysis.

The results of hypothesis testing in this study indicate that the presentation of regional financial reports has a significant positive effect on the use of regional financial information by information users, so that simultaneously the presentation of regional financial reports and their accessibility is carried out in a transparent manner also has a significant effect on the use of regional financial information.

Keywords: Financial report, Transparency and Significance, Financial information.