

ABSTRACT

This study aims to examine the effect of local government characteristics on regional government transparency. The independent variables used in this research are the size of the government (SIZE), the quality of financial reports (OPINI), the level of government response (ACCRUAL), and the political environment (POLITICS).

This study uses secondary data in the form of financial reports obtained from every official website of the provincial government in Indonesia. The data includes information on local government finances and the political environment obtained from the official website of the regional (provincial) government. In addition, data on the quality of the Regional Government Website Financial Reports and Ikhtisar Hasil Pemeriksaan Semester (IHPS) of BPK RI are included. Data on the regional political environment and DPRD members from official sources on the local (provincial) government website. The sample of this study consisted of 34 local governments in Indonesia for the 2018-2019 period.

The analysis model uses logistic regression analysis. The results of this study indicate that the size of the local government (SIZE) and the political environment (POLITICS) have a positive effect on the transparency of local government. However, the Quality of Financial Statements (OPINI) and Response Level (ACCRUAL) negatively affect local government financial transparency.

Keywords: Transparency. Government size (SIZE), financial statements (OPINI), response rate (ACCRUAL), political environment (POLITICS).