# **ABSTRACT**

Novertasya Jessica / 37150304 / 2019 / The Influence of Intergovernmental Revenue, Human Development Index, Regional Wealth and Audit Opinions on Local Government Voluntary Disclosures on Sumatera Island in 2018 / Sugi Suhartono, S.E., M.Ak.

Disclosure is presenting information that must be presented to achieve the objectives of financial reporting and to meet the interests of different parties. Disclosure is the last step in the accounting process in presenting information in the form of financial statements. Voluntary disclosures are disclosures made by companies outside of the things required by established accounting standards. Voluntary disclosure on the local government website to the public is still lacking. This study aims to analyze the effect of intergovernmental revenue, human development index, regional wealth and audit opinions on local government voluntary disclosures.

The theory underlying this research is Agency Theory, where the role of the agent is carried out by government officials who have been elected and appointed as authorized officials, while the community becomes the principal. Obligations that must be carried out by the recipient of the mandate (agent) to provide accountability, present, report, and disclose all activities and activities that are the responsibility of the party who has the right to request such accountability, namely the trustee (principal). The hypothesis of this study is that the human development index, regional wealth, and audit opinion have a positive effect on local government voluntary disclosure, While intergovernmental revenue have a negative influence on local government voluntary disclosure

The sample from this study consisted of 134 websites of local governments on the island of Sumatera in 2018. The data analysis techniques used in this study were classic assumption tests, descriptive statistical tests, F test, t test, and test coefficient of determination using SPSS 20.0. The source of company data is obtained from [www.bps.go.id](http://www.bps.go.id) .

The results of the F test with results of 0.007 <0.05 state that intergovernmental revenue, human development index, regional wealth, and audit opinion influence the local government voluntary disclosure index. For the t test, it can be concluded that intergovernmental revenue and regional wealth index has an negative influence on the local government voluntary disclosure with the results -0,022 dan -0,041 < 0,05. While the human development index and audit opinions has an influence on the local government voluntary disclosure with the results of 0.010 dan 0,030 < 0.05. The results of the coefficient of determination test explain that all variables are able to explain the variation in the voluntary disclosure index by 10,2%.

The conclusion and this research is the human development index and audit opinions have a significant positive effect on the local government voluntary disclosure, Intergovernmental Revenue have a significant negative effect on the local government voluntary disclosure. While regional wealth do not have enough evidence to influence the local government voluntary disclosure.

Keywords: Voluntary Disclosure, Intergovernmental Revenue, Human Development Index, Regional Wealth, Audit Opinion