

ABSTRACT

Local Government Performance is a description of the level of achievement of the implementation of an activity or program of Local Government in realizing the goals, objectives, mission and vision of the Region. Local Government Performance Evaluation is assessed using a performance score published by the Ministry of Home Affairs of the Republic of Indonesia in the Local Government Rating Report (LPPD) within one year.

This study aims to determine the influence of the characteristics of local government consisting of the level of regional wealth, the level of dependence on the central government, and the size of local government and other variables of BPK Audit Findings on Local Government Performance at Regencies and Cities in South Sulawesi Province in 2012-2015. The data used in this study comes from the official website BPK RI, DPJK Ministry of Finance, and Ministry of Home Affairs of Indonesia during the year 2012 until 2015.

This research use purposive sampling as research sample and targeted population that is Regencies and Cities in South Sulawesi Province with research year 2012-2015. Data analysis method used in this research is panel data regression and using software EvIEWS 10 version.

According to the results of the tests that have been conducted, simultaneously the Level of Regional Wealth, Level of Dependency on the Central Government, the size of Local Government, and Audit Findings BPK has a significant influence on the Performance of Local Government. While partially, the variable of Regional Wealth Level, the size of Local Government, and Audit Findings of BPK have no influence on Local Government Performance. Unlike the dependency variable on the Central Government which has a negative influence on the performance of local government.

For the development of research, it is suggested that further researcher can add variable in this research and add year research. Based on the results of the study, it is hoped that the District and City Government in South Sulawesi Province can maximize their own Original Income to increase the Regional Wealth Level as well as supervise the Local Government Financial Report (LKPD) to minimize BPK Audit Finding.

Keywords: *Level of Regional Wealth, Level of Dependency on the Central Government, the size of Local Government, Audit Findings BPK*

