

ABSTRACT

Regional financial independence is the ability of regional government to bear the financing of government administration and regional needs which is originating from regional revenue sources without being helped by the central government intervention. There is a phenomenon that West Java Province's local tax revenue is the second highest revenue in Indonesia, but there are several regencies/cities in West Java Province that still have the very low level of regional financial independence, which is below 20%.

This research was conducted with the aim of knowing the effect of regional taxes, regional levies and the results of separated regional wealth management on the level of regional financial independence simultaneously and partially. The data which has been obtained and used in this study comes from the data of the Regency/City APBD Realization Report in West Java Province which published by the DJPK of the Ministry of Finance.

This research is a quantitative type with statistical regression analysis that processed by the application of E-views version 10, the method that used in this study is panel data regression using the approach of Random Effect Model (REM). The study population consisted of districts/cities in West Java Province in the year 2016-2020.

The population in this study were 27 regencies/cities in West Java Province, with using the purposive sampling technique, there are 26 regencies/cities obtained as research samples. The period range that used in the study is 2016-2020 (5 years), so the total number of samples for 5 years is 130 samples.

The results of the study indicate that regional taxes, regional levies, and the results of separated regional wealth management simultaneously or together have an effect on the level of regional financial independence. Regional taxes, regional levies, and the results of separated regional wealth management partially or separately, each one has affect the level of regional financial independence.

Keywords : *Regional Taxes, Regional Levies, Regional wealth outcomes separated, Level of Regional Financial Independence.*