

ABSTRACT

Regional Government Finance has an important role in the administration of regional government. Good regional financial performance can be seen for the effectiveness in exploring regional potential, dependence on the central government. measurement of local government. Measurement of local government performance dan show the government's financial condition and the ability of a region to explore and manage existing funding sources.

This study aims to examine the effect of balancing funds, regional original income, and leverage on the financial performance of the west java regional government from 2016-2021. The data used in this study were obtained from the official website of the ministry of finance. Measurement of financial performance in this study is the efficiency ratio.

This research uses quantitative methods. The method of analysis in this study is "descriptive statistical analysis and panel data regression analysis" using Eviews software. The result of this study indicates that balancing funds, regional original income, and leverage. And leverage have a significant and simultaneous influence on the financial performance of the regional government of west java in 2016-2021.

It is hoped that the results of this research will be used as material for consideration and input to explore the potential of balancing funds, local own revenue, and leverage on regional government financial performance for local governments in other provinces in Indonesia.

Keywords: *Local Government Financial Performance, Intergovernmental revenue, Regional Original Income, Leverage, Descriptive Statistical Analysis, panel data regression analysis*