

ABSTRACT

Corporate Social Responsibility (CSR) is a social activity from business world to contribute to the local community or society at large. At first, CSR disclosure is something that is voluntary, but now it turned into a liability that must be implemented. Nevertheless, the level of CSR disclosure in Indonesia is still low because of a lack company commitment to do the CSR activities. The implementation of Good Corporate Governance (GCG) indicated can support the implementation of CSR in an enterprise because there is a relationship between GCG and CSR.

The purpose of this study is to examine the influence of good corporate governance mechanism (proportion of independent commissioners, the number of audit committee, managerial ownership) and corporate transparency, either simultaneously or partially on CSR disclosure.

This study uses listed company in SRI KEHATI Index at Indonesia Stock Exchange in 2013-2015 as a population. The sample selection technique using purposive sampling thus acquired 10 companies with 30 samples were observed. The analytical method that used in this study is the panel data regression.

The result of this study shows that proportion of independent commissioners, the number of audit committee, managerial ownership, and corporate transparency simultaneously have significant affect on CSR disclosure. Partially shows that proportion of independent commissioners and corporate transparency have significant affect with negative direction on CSR disclosure. While the number of audit committee and managerial ownership has no affect on CSR disclosure.

Overall, the average of independent commissioners proportion, the number of audit committee, managerial ownership, and corporate transparency are in a good category. The result of panel data regression analysis shows that proportion of independent commissioners, the number of audit committee, managerial ownership, and corporate transparency simultaneously have significant affect on CSR disclosure. Partially shows that proportion of independent commissioners and corporate transparency have significant affect with negative direction on CSR disclosure.

Keywords: *Independent commissioners, Audit Committee, Managerial Ownership, Corporate Transparency, Corporate Social Responsibility Disclosure*