

## **ABSTRACT**

*The entire firm must to have great firm performance to compete with another firm either in the same sector or different sector. Firm performance and complexity of firm can be an advantage if they have an effective and efficient control. This effectiveness and efficiently control can support the firm in making some decisions about their assets to be used properly. Thus, they need control inside the firms which performed by board of commissioner, independent commissioner and audit committee.*

*This research aimed to determine the effect of good corporate governance which consist of board of commissioner, independent commissioner and audit committee, and size firm, on firm performance measured by Altman Z-Score, either simultaneously or partialliy.*

*This research is descriptive verification and causality research. Unit analysis that used in this research is non manufacturing BUMN. This research using sampel data which chosen through purposive sampling technique and there are 12 firms during six years, from 2010 to 2015. This research using panel data regression analysis technique.*

*The result shows that simultaneously, board of commissioner, independent commissioner, audit committee, and firm size have effect on firm performance. Partially, board of commissioner has positive effect on firm performance. Independent commissioner has no effect on firm performance. Audit committee has positive effect on firm performance, and firm size has no effect on firm performance.*

*Future researches can use the same independent variables with this research to know its effect on firm performance in another firms or another industries. In addition, future researches can use another proxy for firm performance besides Altman Z-Score. For non manufacturing BUMN, the firms should increase their performance to the healthy condition that refer on Altman Z-Score financial indicators. For investors, they can use the results of this research, that is board of commissioner and audit committee, as one of the investment decision base.*

**Key words** : good corporate governance, firm size, Altman Z-Score