

ABSTRACT

The concept of managing public sector organizations is fundamental to the main elements, namely: economy, efficiency and effectiveness. Meanwhile, in performance measurement using efficiency. Efficiency is the achievement of maximum output with a given input to achieve a particular output. The greater the output than the input, the higher the efficiency level of an organization. Input is a resource used for the implementation of a policy, program and activity. Meanwhile, output is the result achieved from a program, activity and policy denominator or secondary input is often measured in the form of a unit of money. (Mardiasmo 2009: 4).

This study is to find out whether the Capital Expenditure, Funds Balancing and Revenue Original to Financial Performance. This research is also done because it can increase knowledge about public administration, organization theory, and government accounting. This research is also based of a financial performance that is not optimal in financing the needs of the community.

The data used in this study were obtained from the financial statements of the realization of APBD Regencies and City in West Java province in 2014-2015. Sample selection technique used is saturated samples and obtained 27 districts and cities with the study period in 2014-2015. Data analysis method in this research is quantitative analysis, with multiple regression model, testing using Eviews 9 software.

The results showed that simultaneously Capital Expenditures, Balancing Funds, Local Revenue have a significant effect on Financial Performance. Partially Capital Expenditure has a significant negative effect on Financial Performance, Balancing Fund has a significant positive effect on Financial Performance, Local Original Income has no effect on Financial Performance.

Regarding the financial performance of each regency and city in West Java has a fluctuating increase or decrease its expectation into evaluation in budgeting and realization every year. And the level of independence does not increase or decrease very drastically. PAD in districts and cities in West Java increases annually although only a few districts or cities are experiencing decline.

Keyword: Capital Expenditures, Balance Funds ,Local own-source Revenue, Financial Performance

