

ABSTRACT

Financial report is a result from accounting process that contained financial information. The real effort to create transparency and accountability in regional financial management is the submission of regional financial accountability reports prepared in accordance with generally accepted accounting standards. Preparation of quality financial reports requires Human Resources (HR) that have competency and understand the rules for preparing financial reports with government accounting standards. Another factor that supports the quality of financial statements is the use of information technology in an entity, with the development of information technology, many organizations or entities have used computer-based accounting information systems to support the smooth operation of the organization. Another important thing related to the quality of local government financial reports is regarding to the government's internal control system.

The independent variables in this study are the competence of human resources, utilization of information technology, and internal control systems. This study aims to determine the effect of competency of human resources, the use of technology and information, and the internal control system simultaneously and partially on the quality of financial statements at SKPD of Bandung City. The hypothesis in this study is the competency of human resources, the use of information technology, and the internal control system have a positive influence both simultaneously and partially on the quality of financial reports in the SKPD of Bandung City in 2018. The population in this study were 46 SKPD consisting of Inspectorates, Secretariat, 3 Institute Assistants, 5 Agencies, 11 Institution Parts, 21 Services, 3 Hospitals, and Satpol PP. The sampling technique uses non-probability sampling or saturated sampling. So that the samples in this study were all staff and heads of fields in the finance and accounting department. The data analysis model used in this study is multiple linear regression analysis using SPSS version 25 software.

The result of the study shows that human resources competence, the utilization of information technology, and internal control system affect the quality of regional financial statement simultaneously. Based on a partial basis, human resources competence and internal control system significantly affected the quality of financial reports. On the other hand, the utilization of information technology partially do not affects financial report quality.

For the next researcher, it is expected to deepen the factors of the use of information technology and use different research objects, both inside and outside the city of Bandung. For agencies, it is expected to pay attention in terms of routine and timely maintenance and repairs to equipment used to support the presentation of financial statements so that they can produce qualified financial reports.

Keywords: *competence of human resources, utilization of information technology, internal control systems, regional financial reports*