ABSTRACT

This research was conducted at Bandung City Goverment. The purpose of this study is to determine the effect of original local revenue and revenue-sharing for the local budged at Bandung City Goverment.The method used in this research is the method and desktiptif verifikatif with quantitative approach.

The unit analysis in this study is the actual budget report and local budget report (LRAPBD) at Bandung City Goverment as many as 10 (ten) years ie from the year 2001-2010. The test statistic used is the calculation of correlation, multiple regression analysis, coefficient determination and to test the hypothesis then used was the F test and t test using the tool of SPPS 18.0 for windows.

These results indicate that partial revenue (PAD) have a significant effect on local budget. . While the revenue-sharing (DBH) no significant effect on local budget because the realization of the revenue-sharing does not always go up each year, namely in 2005 and 2007 while the realization of local budget always go up eachy year over the periode 2001-2010. Additionally simultaneously both originallocal revenue (PAD) and the revenue-sharing (DBH) have a significant effect to local budget.

Keywords: Original Local Revenue, Rvenue-sharing, Local Budged.