ABSTRACT

Allocation of capital expenditure is based on the needs of local facilities and infrastructure, both for the convenience of the government and to public facilities. The purpose of this study to know the description of Economic Growth, Revenue and Capital Expenditure budget allocation, and how much influence either simultaneously or partially on the Central Statistics Agency Province of West Java and West Java Provincial Government Bappeda.

The method used in this study is desktiptif and verifikatif method with quantitative approach. Statistical test used is the calculation of correlation, multiple regression analysis, coefficient of determination and to test the hypothesis that is used is the F test and t test by using a SPPS 17 for windows.

The results showed that economic growth is a positive influence on the allocation of Capital Expenditure budget while revenue adversely affect the budget allocation of Capital Expenditure. because capital spending is for routine shopping issued each year and the allocation of capital expenditure budgets are not only derived from the PAD, but from the Fund Balance. This is in line with the journal syukry Abdullah, Abdul Halim claimed bahwasannya revenue has no effect on capital spending. and simultaneously economic growth and revenue effect on Capital Expenditures.

Keywords: Economic Growth, Revenue, Capital Expenditure budget allocation.