ABSTRACT

This research was conducted at the Department of Plantation West Java Province. The phenomenon that occurs is a problem faced in the financial statements and the physical realization of the target budget in 2013. There are still some results of activities that have not yet reached the optimal target as below target and the realization occurs more than that in the rest of the budget. Yet on the other hand there are not budgeted activity component. And if there are activities that are not budgeted and done, it must be revised budget or activity.

The purpose of this study is to determine how much influence the implementation of regional financial accounting system of local government performance and budget goal clarity on the performance of local government in Plantation Office of West Java Province.

The method used in this research is descriptive and verification methods. Descriptive method is used to describe the application of financial accounting system variable area, variable budget goal clarity and variable performance of local governments. To determine the effect of the application of local financial accounting system and budget goal clarity, used statistical tests. The test statistic used is designing strukural models, designing measurement models, construct the path diagram, the test model fit. Suitability test structural models and hypotheses using software SmartPLS 2.0.

The results of this study indicate that the area of financial accounting system implementation and budget goal clarity significantly positive effect on the performance of local government in Plantation Office of West Java Province.

Keywords: financial accounting systems, budget goal clarity, and government performance.