

ABSTRACT

This research is conducted to analyze influence between original earnings of area, Public Allocation Fund and Gross Domestic Bruto to area expense at sub-province / city in Province Central Java. This Matter because of sub-province / city expense phenomenon which not yet optimal which conducted by Public Original Earnings. So, Area and Public Allocation Fund which progressively mount.

Data which is used in this research is data from 35 sub-province / city in Central Java Province. This Data in the form of section cross data during 1 year. Analyze data method which is used in this research use ordinary least square.

Result of examination of first hypothesis obtained that there is influence which is significant and positive between Original Earnings of Area to Expense Area by partial. Result of second examination obtained that there is influence which significant and positive between Public Fund Allocation to Expense Area by partial. Result of examination of third hypothesis obtained that there influence which is significant and positive between PDRB to Allocation Expense Capital by partial.

Suggestion for the research of hereinafter is original earnings of obtained by area is sub-province / city in important Province Central Java to be improved sub-province / city can experience of high economic growth relative because area expense for regional growth which accepted it will mount. Way of able to be conducted by local government for example by improving acceptance of area, area retribution and original earnings of valid other area. With acceptance height from this PAD is expected can improve area expense for the sake of society.

Keyword : *Original Earnings of Area, Public Fund Allocation, Gross Domestic Regional Bruto and Expense Area.*