ABSTRACT

This study aims to determine whether the application of the principles of Good Governance and Internal Control has a significant effect on the performance of village financial management in Temanggung Regency. The independent variables in this study are Good Governance and Internal Control, while the Dependent variables in this study are Village Financial Management Performance.

The data used in this study are primary data obtained through distributing questionnaires. Respondents in this study were village government officials in the financial section and village heads/secretaries, totaling 60 respondents in 6 sub-districts in Temanggung Regency. The data collection method uses a five-point likert-scale questionnaire. Questionnaire data was tested by validity test, reliability test, descriptive test, classic assumption test, multiple linear regression test, and hypothesis testing using the Coefficient of Determination test (R^2), f test, and t test using SPSS assistance.

The results of this study indicate that the application of the principles of good governance has no significant effect on the performance of village financial management. The application of internal control principles has a significant effect on the performance of village financial management.

Keywords: Good Governance, Internal Control, Village Financial Management Performance.