

# Analysis of Factors Influencing the Supervision of The Use of the Regional Revenue and Expenditure Budget of the Kepulauan Aru Regency Government

Muin Sogalrey<sup>1</sup>, Josef R. Pattiruhu<sup>2</sup>, Salomi J. Hehanusa<sup>2</sup>

1. Research Scholar at Postgraduate Pattimura University, Indonesia

2. Lecturer at Postgraduate Pattimura University, Indonesia

Corresponding Author: Josef R. Pattiruhu (jozefpattiruhu@gmail.com)

## ABSTRACT

The purpose of this study was to determine and analyse personal background, budget knowledge and organisational commitment affecting the supervision of the use of the Kepulauan Aru Regency Government regional finance and regional budgets (APBD) partially. The research method used is descriptive quantitative.

The sample used was twenty-five members of the Kepulauan Aru Regency Regional People's Representative Council, with analysis techniques using multiple linear regression.

The results obtained that personal background, and budget knowledge significantly affect the supervision of the use of the Kepulauan Aru Regency Government APBD, but organisational commitment affects the supervision of the use of the Kepulauan Aru Regency Government APBD..

**Keywords:** Personal Background, Budget Knowledge, Organisational Commitment, and Budgetary Oversight

Date of Submission: 03-08-2024

Date of acceptance: 14-08-2024

## I. INTRODUCTION

One of the important aspects in the context of implementing regional autonomy and decentralisation is the issue of regional finance and regional budgets (APDB). To realise regional autonomy and decentralisation that is broad, real and responsible, regional financial management is needed that is able to control regional financial policies economically, efficiently, effectively, transparently and accountably.

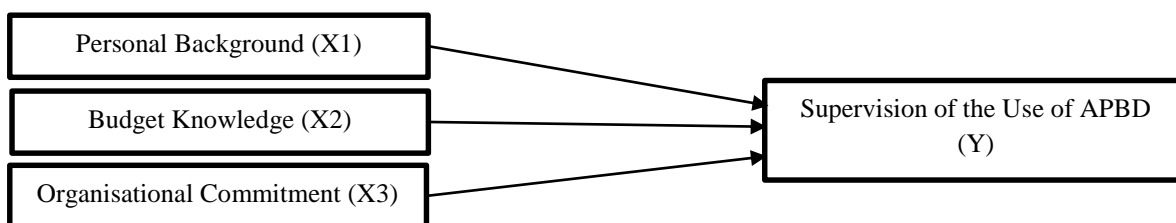
Supervision of the APBD will be effective if all members of the supervisor really put themselves as supervisors in accordance with their functions. The APBD supervision function will be more effective if the community provides support in terms of information and data on irregularities in the implementation of the APBD in the field.

In this study, researchers tried to re-examine the results of research from Witono and Murni (2007), in previous research, namely personal background which consists of indicators of gender, age, educational strata, educational fields and work background. The supervisor's knowledge of the budget in question is knowledge of the budget preparation mechanism from the planning stage to the accountability stage, as well as knowledge of the laws and regulations governing regional financial management. An organisational commitment shows the power of a person in identifying involvement in the organisation. Therefore, organisational commitment creates a sense of belonging for workers to the organisation where they work.

## II. THEORY

The effectiveness of the implementation of the regional budget, both in the utilisation as a routine budget and development budget, needs to be monitored. The implementation of development supervision in local government agencies is carried out by functional internal supervisory institutions, namely the Inspectorate or the Supreme Audit Agency as external supervisors.

In addition, other supervisory institutions may include the public and press organisations and other non-governmental organisations. Meanwhile, the DPRD carries out the supervisory function in a political context, namely to oversee the utilisation of the budget so that its implementation is effective and efficient. Supervision is basically a means to improve efficiency in carrying out activities. It includes an element of prevention against deviations that may occur. Therefore, APBD supervision activities are not only carried out at the implementation stage, but starting from the planning process (APBD formulation) to the results of APBD utilisation..



**Figure 1.** Framework of Thought

### III. METHODOLOGY

This research uses quantitative descriptive research because to find out how personal background factors, knowledge and organisational commitment affect the effectiveness of APBD supervision in the Kepulauan Aru district government, the sample is as or representative of the population under study. The sample taken was in the form of a questionnaire distributed to members of the Kepulauan Aru Regency Regional People's Representative Council.

Data analysis techniques use validity tests and data reliability tests then use multiple regression with the following research model:

$$Y = \beta_0 + \beta_1X_1 + \beta_2X_2 + \beta_3X_3 + e$$

Description :  $\beta_0$  = Kostanta  
 $\beta_1 - \beta_2$  = Coefficient of Regression

### IV. RESULT

All indicators of the variables studied passed the validity and reliability tests, so the results of multiple regression to see the partial effect are as follows:

**Table 1.** Partial test

Model	Unstandardized Coefficients		Standardized Coefficients	t	Sig.
	B	Std. Error	Beta		
1 (Constant)	4.134	1.986		2.081	.050
Personal Background	.312	.106	.443	2.931	.008
Budget Knowledge	.510	.152	.514	3.346	.003
Organisational Commitment	.042	.125	.029	.334	.742

a. Dependent Variable: Supervision of the Use of APBD

Partially personal background and budget knowledge affect the supervision of APBD users significantly by having a positive relationship. Meanwhile, organisational commitment partially does not affect the supervision of APBD users in the Kepulauan Aru Regency

### V. CONCLUSION

Based on the results and discussion presented in the previous chapter, it can be concluded that:

- 1) Personal background affects the supervision of the use of the Kepulauan Aru Regency Government APBD with a positive relationship.
- 2) Budget knowledge affects the supervision of the use of the Kepulauan Aru Regency Government APBD with a positive relationship.
- 3) Organisational commitment affects the supervision of the use of the Kepulauan Aru Regency Government APBD

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