

V. CONCLUSION AND IMPLICATION

A. CONCLUSION

Based on the analysis that has been done before will be concluded as follows : t-test statistics show that all independent variables are Local variables Own Revenue, General Allocation Fund, investment and labor force together to affect the dependent variable is the level of economic growth. The work force did not affect to the economic growth of Central Java. Original Local Income is the most powerful variables affect the level of economic growth Central Java

Original Local Income most influential to economic growth because of the big and the small Original Local Income reflects a local economic activities, while Original Local Income many used to finance routine expenditures so that is not too big impact to increase output. While investment least influence because of the investment in this research uses the data investment recorded in the supervisory agency that does not reflect the total investment that verily.

B. IMPLICATION

Based on the results of the conclusion above, so it can be given some of the implications are as follows :

1. For Local Government in Central Java Province should explore potential areas more optimal because proved the most influential was Original Local Income. Transfer from the center government is used only to sustain the

regional budget. With how to create the infrastructure of public services with maximum so that from you people to pay taxes the higher which will then add Original Local Income.

2. In the context of the implementation of the development of a region of the central government to enforce the program regional autonomy in the form of fiscal decentralization that aims to improve the reception and develop the whole economic potential that there are area. In addition to support the program of regional autonomy, the central government also provides assistance for you the balance of which is also working to stimulate the regional economy and economic growth to increase. The local government is expected to optimize the General Allocation Fund for regional development done better which in the end will encourage the improvement of economic growth area that is higher than the year to year.
3. The local government is expected to prop up investment that no area with how to improve the ability to attract investors to berinvestmentdisaerah as form provides ease of the system and the procedure is easy (does not impede the licensing), with make the area to attract investors may with low labor wages and devastated coastal areas of unemployment with low educational standards to become workers so that the foreign factory can go and take the gap countrified such possession in Purbalingga. With public consumption is high in the area can potentially made shopping center as making mall.

4. In this case the government is expected to raise the quality of human resources by providing subsidies to people who drop out of school because limited funds, then give the provision of skills for entrepreneurship to people who do not work and that it does not add to the burden the government with the unemployment waiting for jobs but open field of work to the benefit of people. I hope for the next research can be explain and researching again for the knowing relationship laborforce and economic growth.

