CHAPTER V

CONCLUSIONS, IMPLICATIONS, LIMITATIONS, AND SUGGESTIONS

A.   Conclusions

This research aims to test and prove empirically the influence of Human Resource Competency, Implementation of Government Accounting Standard, Internal Control System, and Utilization of Information Technology towards Quality of Local Government Financial Statement. The following are the results of this research:

1. Validity test show that all of items for questions each variable have r count > r table 0,3494 with significance value 0,00 < 0,05. It means that the items in the questionnaire used by researcher are valid.

2. Reliability test show that through the Cronbach alpha coefficient calculation each variable used, researcher already fulfill minimum value of reliability with the value 0,5. In this research, all variable has more than 0,7 and 0,9 which is high and perfect reliable. So, this questionnaire can be used more than once.

3. Based on the research result in Gunungkidul Regency show that:

Human resource competency has significant positive influence towards quality of local government financial statement. This result based on the t test calculation in multiple linear regression with the significance value 0,001 < α (0,05).

Implementation of Government Accounting Standard has no significant positive influence towards local government financial statement. This result based on the t test calculation in multiple linear regression with the significance value $0{,}092 > \alpha\ (0{,}05)$.

Internal control system has no significant positive influence towards local government financial statement. This result based on the t test calculation in multiple linear regression with the significance value $0{,}841 > \alpha\ (0{,}05)$.

Utilization of information technology has significant positive influence towards local government financial statement. This result based on the t test calculation in multiple linear regression with the significance value $0{,}002 < \alpha\ (0{,}05)$.

4. Based on the result of this research in Gunungkidul Regency show that the data obtained by questionnaire and processed by SPSS, the equation of multiple linear regression is:

$$\mathbf{Y = 6{,}043 + 0{,}494HR - 0{,}160\ IGAS - 0{,}060\ ICS + 0{,}611\ IT + e}$$

B. **Implications**

Based on the result of this research, there are two factors that significantly influence the quality of local government financial statement, first is human resource competency and the second is utilization of information technology. These two factors are very important for achieving government goals in making financial statement that quality. Beside that, the two other factors that no less

important but not significantly influence such as implementation of Government Accounting Standard and internal control system.

For the local government in Gunungkidul Regency, this study can be alternative material for evaluating the OPD in the process of preparing financial statement. The government can mantain and improve the competency of human resource mainly in employees knowledge, skill, and attitude in accounting process. Government also must pay attention with the implementation of Government Accounting Standard. In fact, many employees that not comes from accounting education background. It makes the knowledge and understanding of Government Accounting Standard by employees become less. Employees only make financial reports with existing templates and supported by the length of time they work in finance. Therefore they are accustomed to making financial reports, but actually the understanding of Government Accounting Standard is less. So that, the government can do the socialization about Government Accounting Standard and then the employees can understand and implement it well. For the internal control system, the government are expected to run and improve the existing system, so it can be running well and not only formality. The utilization of information technology in Gunungkidul Regency also has been runing well, including computerized acconting system, computer maintenance until the provision of internet networking.

C.   **Limitations**

There are several limitations in this study as follows:

1. Sample in this study only took 32 samples consist of 19 local government offices, 5 entities, and 8 sub districts in Gunungkidul Regency, due to limited human resource and time. So, this study only represent a number of research samples and not universal. This occur because of the limitation of human resource and time.

2. Research only use 4 independent variable (human resource competency, implementation of government accounting standard, internal control system, and utilization of information technology) as variable measurement so the conclusions are limited.

3. This research only use questionnaire as data collection technique so maybe the respondent not honest answering questions.

4. The researcher used an inappropriate questionnaire. The questionnaire used more focus on individual analysis rather than organizational analysis. This occur because of a lack of knowledge regarding the use of appropriate questionnaire.

D.   **Suggestions**

Based on the discussion and conclusions of the research that has been done, the research suggestions are:

1. Future researcher are expected to add the samples by expanding the research area with different characteristics. So that the research result will be universal.

2. Future researcher are expected to add another independent variable that possibility influence the quality of local government financial statements.

3. Future researcher are expected to add data collection technique using interview so the data will be more complete rather than previous research.

4. Future researcher are expected to replace or improve the questionnaire relate with the analysis unit so it will be appropriate.