

ABSTRACT

ANALYSIS OF MACRO ECONOMIC PERFORMANCE ON UNEMPLOYMENT IN INDONESIA 2011 – 2020

(Case Study in 34 Provinces in Indonesia)

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The objective of this study: (a) to analyze the effect of the human development index, the rate of economic growth, regional minimum wage, domestic investment and foreign investment partially on the unemployment rate in 34 provinces in Indonesia. (b) the effect of the human development index, the rate of economic growth, the regional minimum wage, domestic investment and foreign investment together on the unemployment rate in 34 provinces in Indonesia. The method used is the Least Square Dummy Variable (LSDV) method and the Fixed Effect Model estimation model using an analytical tool to process data views 10. The data used is panel data from 34 provinces in Indonesia during the period 2011 – 2020. The results show that: (a) partially the human development index, regional minimum wage, foreign investment have no significant negative effect, the rate of economic growth has a significant negative effect on the unemployment rate, while domestic investment has no significant positive effect on the unemployment rate. (b) analyzed together the human development index, the rate of economic growth, the regional minimum wage, domestic investment and foreign investment have a significant effect on the unemployment rate in 34 Provinces in Indonesia.

Keywords: *Unemployment, Human Development Index, Economic Growth Rate, Regional Minimum Wage, Domestic Investment and Foreign Investment.*