

Conference Paper

Application of Village Financial Management to Realize Ideal Village Finances

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ABSTRACT

A common obstacle felt by most villages is related to good and correct financial management. Often the stages of planning, implementation, administration, reporting, and accountability are not by the reality on the ground. What has been discussed and agreed upon together, is not followed during its implementation. The condition of village financial management in Jabung Village, Laren District, Lamongan Regency is still not optimal. This problem is due to a lack of legal understanding of village financial management. This lack of understanding is due to the socialization of village financial management laws that have not been carried out by the policy makers optimally. This consideration then strengthens the proposer to develop an android-based village financial management consulting application.

Keywords: Financial management, village finances, the application

Introduction

Independence of rural communities in the formulation of government administration and development programs at the village level becomes a space of urgency for village financial management (Diansari, 2015) because substantially, through huge financial support by the Central Government, Provincial Government, and Regency/ Cities, then villages are required to be able to organize government and implement development properly and correctly. Furthermore, the increasing public demand for good governance has encouraged the central government and local governments to implement public accountability (Putra, 2015).

Accountability can be interpreted as a form of obligation to account for the success or failure of the organization's mission in achieving its goals and objectives. previously determined, through a medium of accountability that is carried out periodically (Yuliarta, 2013) The accountability in question includes accountability in managing the village budget. For now, the common obstacle felt by most villages is related to good and correct financial management. Often the stages of planning, implementation, administration, reporting, and accountability are not by the reality on the ground. What has been discussed and agreed upon together, is not followed up at the time of its implementation.

This problem is also experienced in Jabung Village, Laren District, Lamongan Regency. The management of village finances in the village is still classified as constrained due to the lack of knowledge from the relevant authorities. This must be found a solution. Village financial management should aim at sustainable development. The participation of educational institutions, in this case, the National Development University "Veteran" East Java, is to provide thought and technical contributions to educating and creating independent village financial management. As a state defense campus, the East Java "Veteran" National Development University has participated in building the country from the village.

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Material and Methods

The method of implementing activities describes the stages or steps in implementing the solutions offered to overcome problems. Community service is carried out offline and online directly to the local village community. The implementation method is as follows:

- a. Equalization of perceptions between village officials regarding the needs and problems of Village Financial Management.
A seminar activity and Focus Group Discussion, to discuss village problems and needs as well as village potential. The discussion is packaged as an evaluation objective, and the presentation of future programs, as well as a discussion of the potential for village financial management.
- b. Increased understanding and knowledge of the laws and regulations governing village finances
A seminar presenting material on the provisions of laws and regulations governing village finances, so that village officials can understand the provisions of village financial management.
- c. Increased understanding of village financial management
A seminar in the form of socialization, provides material on village financial management, as a provision for villages to manage village finances. The contents of this seminar or socialization will discuss the stages of management, APBDes planning, Procurement of Goods and Services, Monitoring of Village Financial Management, and BUMDes.
- d. Providing a platform for Digital Consultation services or Digital Consultation which is intended for continuous assistance.
Digital consultation forums are provided specifically for ongoing consultation for village officials with the proposing team which is connected to the Consultation, Mediation, and Legal Aid Bureau.

Results and Discussion

The village has various knowledge related to village financial management. So far, in terms of managing village funds, each village is assisted by a village assistant, but based on information, the role of village facilitators has not been optimal. The role of academics, in this case, universities, is very much needed, especially academics who have concerns in the management of village financial management.

In addition, many problems in the village lead to criminal acts of corruption committed by village officials, especially the village head, considering the disbursement of village funds after 2016 in every village in Indonesia. The village fund, which is indeed not small, is aimed at developing village empowerment, no doubt being in the spotlight of many parties. Based on information obtained from the Jabung Village apparatus, Laren District, Lamongan Regency, many village officials in Lamongan were entangled in cases due to a lack of knowledge regarding the legality of village financial management related to the legal position of the Budget User Authority.

One problem is related to the capacity of village government officials. Based on the results of Situmorang's (2016) study, it was concluded that obstacles were also found in the ability of government officials to be improved. Village financial management, which includes ensuring that management is carried out properly and accountably, needs to be ensured, considering that good governance in a country is an unavoidable necessity. The governance in question includes village financial governance (Sholeh & Rochmansiah, 2015)

Rural financial management activities can be carried out properly, of course, among others, must be supported by competent and quality human resources and appropriate financial systems and procedures. Therefore, the village government must have an organizational structure, work instructions, flow charts, and financial management standards as a reference for village-level financial management activities.

In managing village level finances is the village head. Where the village head holds village-level financial management power, he is responsible for the following tasks:

- Formulate policies related to the implementation of the Village Budget.
- Establish a PTKPD (Technical Implementation of Village Financial Management) which consists of the village secretary, section head, and treasurer.
- Appoint a village tax collector.
- Approve the expenditure determined by the Rural APB.
- Take actions that can lead to expenses, but not at the expense of the village budget.

It was concluded that several things that the village government must pay attention to in managing village finances are the status of the village head's human resources (village cadres and village deliberation bodies), rural facilities and infrastructure, and village level policies. The three main components in the process of managing village finances will be processed in future business systems. The process starts from the planning, budgeting, management, and monitoring stages.

Law Number 6 of 2014 concerning Villages states the definition of village finances, namely: Village finances are all rights and obligations that can be valued in money and everything in the form of money and goods related to the implementation of village rights and obligations. These rights and obligations can be in the form of Income, Expenditures, Financing, and Village Financial Management.

In managing village finances, it is also regulated in implementing regulations. Permendagri No. 20 the Year 2018 concerning Financial Management of Rural regulate Principles of Financial Management of Rural mentioned are transparent, accountable, participatory and orderly and disciplined budget.

Management of village finances, together with the management of central government based on the state budget or local government Regional Revenue Budget, the village government in terms of its financial management is based on the Village Revenue and Expenditure Budget. Village Revenue and Expenditure Budget Permendagri No. 20 of 2018 concerning Village Financial Management, defines the "Village Revenue and Expenditure Budget (APBDes) as an annual village financial plan". The village income and expenditure budget is the responsibility of the village management holder to provide information about all village activities and activities to the community and government for the management of village funds and implementation in the form of a planning program plan financed with village funds (Sujarweni, 2015) In this case, the village financial management cycle includes planning, implementation, management, reporting, and accountability. namely 1 (one) fiscal year from January 1 to December 31.

In its management, each village is given the authority to regulate, use, and administer according to the needs and priorities of their respective villages, meaning that village funds will be used to fund the overall authority of the village following the needs and priorities of the village funds, so village funds that enter the village treasury must be used and managed as well and efficiently as possible, and must also be accountable for all expenditures and expenditures for village development, while all village officials must also have a sense of responsibility to secure state revenues through applicable tax assessments and following the provisions of tax laws and regulations.

We then convey the material in community service with the following documents:



Figure 1. Community dedication

The materials mentioned above are then also resumed to be compiled as material in an Android-based application. The description of the application is as follows:

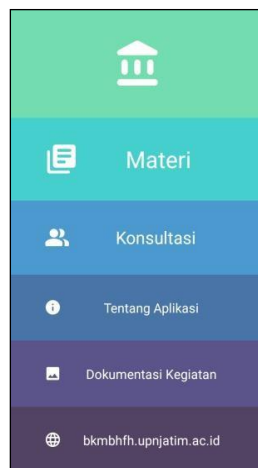


Figure 2. Main menu

There are 5 menus on the main menu, namely Material, Consultation, About Application, Activity Documentation, and the web bkmbhfh.upnjatim.ac.id.



Figure 3. Theory

The material page contains a list of materials in this application, each material can be clicked to view the contents of the material on the material detail page.

NO	JENJANG DAN SOKRAL	PPN	PPH	KETERANGAN
			BER- NPWP	TIDAK BER- NPWP
A.	BARANG JASA			
1	SILTAP	-	3%	0%
2	TUNDANGAN	-		
3	HONOR / INSIDENTI	-	3%	0%
4	UPAH KERJA	-	3%	0%
5	SERVIS	10%	2%	0%
6	ATK	10%	1,50%	3%
7	BENDA POS	-	-	-
8	PAKAIAN DINAS	10%	1,50%	3%
9	ALAT KEBERSIHAN	10%	1,50%	3%
10	PERALANAN DINAS	-	-	-
11	LITRIPULSA WIF	-	-	-

Figure 4. The list of materials

The material detail page displays the contents of the selected material on the material list page. Details of this material can be downloaded by pressing the icon on the top right. The downloaded material will be in the "Download/APBDes" folder on the smartphone's internal memory.

List Konsultasi	
1.	Konsultasi Perpajakan Keuangan Desa
2.	Konsultasi Peraturan Pengelolaan Keuangan
3.	Konsultasi Penyusunan RAB
4.	Konsultasi Penyusunan Raperdes APBD

Figure 5. Consultation

The material page contains a list of consultations on this application, each material can be clicked for the consultation form on the consultation form page.

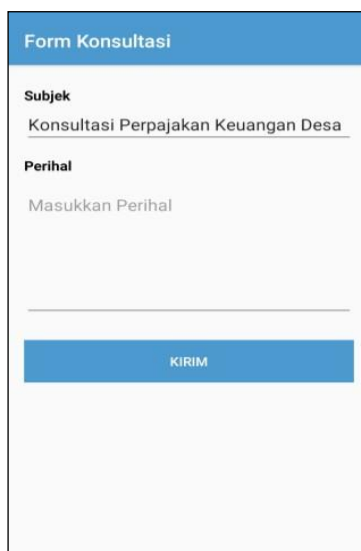


Figure 6. The list of consultations

The consultation form page displays the form from the selected consultation on the consultation list page. Fill in the subject field according to what you want to be consulted on. Then click Send. After that, you will be directed to your email application, and send the email.

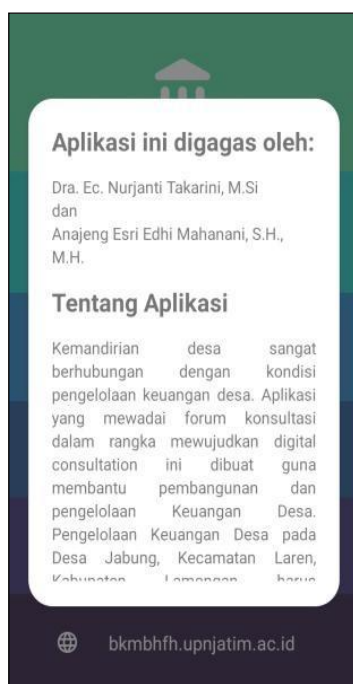


Figure 7. About Application

When opening the About Application menu, the originator of the APBDes App will be displayed and the background for making the application.

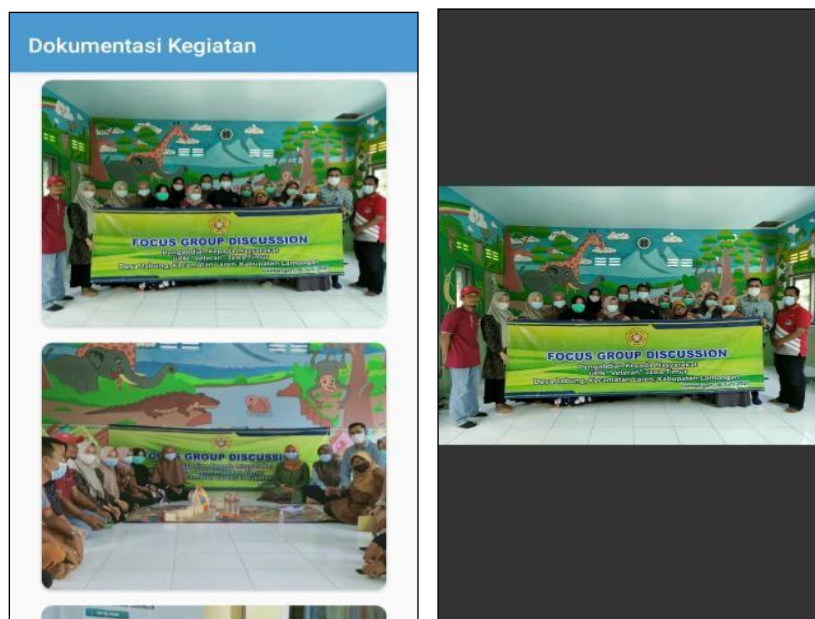


Figure 8. Documentation

The activity documentation page displays photos of documentation from outreach activities. Each image can be clicked to open the details of that image. You can also enlarge the image.



Figure 9. Web bkbmbhfh.upnjatim.ac.id

When you click the bkbmbhfh.upnjatim.ac.id menu, you will be directed to open the page in the browser you are using.

Conclusion

Village financial constraints in Jabung Village, Laren District, Lamongan Regency are at each design stage, such as the planning, implementation, administration, reporting, and accountability stages that are not following the reality on the ground. Village financial management in Jabung Village, Laren District, Lamongan Regency is still classified as constrained due to a lack of

knowledge from related authorities. This must be found a solution. Village financial management must aim at sustainable development. The participation of educational institutions, in this case, the "Veteran" National Development University of East Java, is to provide thought and technical contributions in the form of developing an android-based village financial management application in educating and creating village financial management independence. As a state defense campus, the National Development University "Veteran" East Java participated in building the country from the village.

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