

RECASTING THE SIGNIFICANCE OF ISLAMIC ECONOMICS FOR SOCIOECONOMIC DEVELOPMENT



PROCEEDINGS

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ABSTRACT

The purpose of this study was to examine how the strategy of regional heads Suyoto create trusteeship governance and sustainability governance structure. Good government, based on trusteeship governance according to Suyoto based Islamic spirit. Human values are beautiful in Islam. Suyoto leadership is based on the hadith. 'Auf Ibn Malik, "The best leader is the one who loves and be loved by the people, who prays and be prayed. The worst leader is the one who hates and be hated, who curses and be cursed by the people." Bojonegoro District governs its government based on trusteeship (Suryaningsum, et al 2016).

Research built with active interviews and in-depth interviews. Suyoto very open and inviting researchers to follow the activities of the local government on Friday in Bojonegoro. Research carried out for one year. Research has been carried out from January to December, 2015. This research-based case study method. Researchers chose Bojonegoro because it is able to overcome the deficit of local budgets. Bojonegoro district governs selected by a successful development (Suryaningsum, et al 2015a).

The research results are Suyoto has a strategy to build on the trust and affection for the people. Suyoto make sustainability order to focus on economic development, sustainable fiscal policy, the environment, human development and social capital, and the government is smart, nice and clean - smart, good and clean governance. The pillars were able to cope with financial difficulties, the budget deficit in 2008. In 2008, the first year was Suyoto leadership, the deficit occurred. The deficit occurred because several major projects of the former government to be financed by debt. Suyoto policy at the beginning of leadership is to manage finances very closely. At the beginning of the year, focusing on the debt until 2012. The scale of spending priorities very tightened. Delaying the construction of infrastructure that is not directly related to the improvement of public welfare or not so urgent, such as the rehabilitation of the buildings of governance etc. Development policy then in 4 (four) things: education, health, infrastructure roads and community empowerment.

Keyword: Bojonegoro, deficit, fiscal policy, trusteeship governance, sustainability fiscal

¹ This paper is part of research results PUPT 2015-2016, Kemenristek DIKTIRI., about good government governance and poverty alleviation.
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