

CHAPTER V

CONCLUSION AND RECCOMENDATION

5.1 Conclusion

According to empirical results and discussion of determinant factors of poverty in Java from 2010-2016, it can be concluded as follows:

1. Factors that have significant effect to poverty population of Java in 2010-2016 are human development index (HDI), inflation and unemployment.
2. Human development index has negative relationship to poverty, thus increasing of human development index would have reducing effect in poverty population of Java in 2010-2016.
3. Inflation has negative relationship with poverty, then increasing of inflation rate would have reducing effect in poverty population of Java in 2010-2016.
4. Unemployment has positive relationship with poverty, thus increasing of unemployment would have increasing effect in poverty population of Java in 2010-2016.
5. Gross regional domestic product has no significant effect towards poverty population of Java in 2010-2016.

5.2 Recommendation

Based on the conclusions of the results study, the researcher give some recommendation given is as follows:

1. Human development index is one of the influential variable to poverty in term of reducing poverty program. Government of Java should concern in increasing the human development index, because not only poverty problem can be solved, but the other variable such as unemployment level will reduce as well.
2. Gross Regional Domestic Program is one and only variable that did not give significant effect to poverty in Java. Thus, government of Java should have prioritize to more concern in omit the inequality among provinces of Java.
3. Inflation is the variable that gives significant effect to poverty in Java. Therefore, Java government should maintain the fluctuation of inflation in term of keeping the stability of economy especially in Java.
4. Unemployment is the influential variable to poverty in Java. Consequently, in term of reducing the unemployment and poverty, Java government should provide more training to increase the skill of ability of unemployment people. In addition,

giving the information about the job vacancy is needed to encourage people to get a job.