

ABSTRACT

This study aims to provide an overview of the Profitability and Mechanism of Good Corporate Governance in BUMN companies listed on the Indonesia Stock Exchange in 2015-2019. As well as knowing the impact of Profitability and Good Corporate Governance Mechanisms on Sustainability Report Disclosures.

The operational variables used in this study are independent variables, namely profitability as proxied by ROA and Good Corporate Governance Mechanism which is proxied by Institutional Ownership, Managerial Ownership, Board of Commissioners, and Audit Committee, while the dependent variable is the Sustainability Report Disclosure. The population of this study are all state-owned companies listed on the Indonesia Stock Exchange (BEI) in 2015-2019. The number of state-owned companies listed on the Indonesia Stock Exchange (IDX) in 2015-2019 is 25 companies. This research sample selection method using purposive sampling technique with a total of 13 companies that meet the criteria. Data analysis used Classical Assumption Test, Normality, Multicollinearity, Heteroscedasticity, Autocorrelation, Multiple Linear Regression Test, t test, F test, and determination coefficient.

The results showed that Profitability and the Audit Committee had an effect on the disclosure of the Sustainability Report, while institutional ownership, managerial ownership, and the board of commissioners had no effect on the disclosure of the Sustainability Report.

Keyword: Profitability, Institutional Ownership, Managerial Ownership, Board of Commissioners, Audit Committee, and Sustainability Report Disclosure