

ANALYSIS OF THE INFLUENCE OF THE BASE SECTOR AND NON-BASE SECTOR ON ECONOMIC GROWTH IN BANTEN PROVINCE IN 2010-2020

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ABSTRACT

Fickry Cahyadi Ramelan (174030030/Development Economics) with the title "Analysis of the Influence of the Base Sector and Non-Base Sector on Economic Growth in Banten Province in 2010-2020". The writing of this thesis was supervised by Dr. Heri Hermawan, SE, MP.

Economic development is a systematic process that is carried out continuously to improve social indicators, so economic development is not only from an economic perspective, but also significant changes in social structure and material views. The purpose of this study is to analyze the effect of the basic sector and the non-base sector on economic growth in the Province of Banten Province in 2010-2020. The analytical method used is a regression analysis model, and to determine the level of significance of each regression coefficient of the independent variable on the dependent variable, statistical tests are used. This study also uses Location Quotient (LQ) analysis and Shift Share analysis. The results of the analysis show that each region tends to show differences in the potential of its economic sector. Because the contribution of each economic sector is different, the sectors that are superior in one region are relatively different from other regions. The results of the analysis also show that the basic sector variable has a positive effect on economic growth in Banten Province and the non-base sector has a negative effect on economic growth in Banten Province.

Keywords : Base Sector, Non-Base, Economic Growth, Location Quotient (LQ), Panel Data and Shift Share