

THE INFLUENCE OF DOMESTIC INVESTMENT (PMDN), LABOR, HUMAN DEVELOPMENT INDEX (HDI) ON DISTRICT/CITY ECONOMIC GROWTH IN WEST JAVA PROVINCE

ABSTRACT

West Java Province is the most populous province in Indonesia, with a population reaching 49.9 million people or 17.78% of the total Indonesian population in 2023. This study aims to analyze the influence of Domestic Investment (PMDN), Labor, and the Human Development Index (HDI) on Economic Growth in the regencies/municipalities of West Java Province during the period of 2014–2024. West Java was chosen as the research location due to its significant contribution to the national economy and its fluctuating economic growth dynamics. The dependent variable in this study is economic growth, measured by Gross Regional Domestic Product (GRDP), while the independent variables consist of domestic investment, labor, and HDI. The method used in this study is a quantitative approach with panel data analysis. The data used are secondary data obtained from the Central Bureau of Statistics (BPS) of West Java Province.

The results of the study show that labor and HDI have a positive and significant effect on economic growth in the regencies/municipalities of West Java Province. Meanwhile, domestic investment does not have a significant effect on economic growth. This indicates that the increase in the number of workers and the quality of human resources contributes significantly to regional economic growth, while domestic investment has not shown a consistent and significant impact on promoting economic development in the region.

Keywords: *Economic Growth, Domestic Investment, Labor, Human Development Index, West Java Province.*