ABSTRACT

The Open Unemployment Rate (TPT) is an important indicator in assessing the employment conditions of a region. This study aims to analyze the influence of the Regency/City Minimum Wage (UMK), the Manufacturing Industry GRDP, and Economic Growth on the Open Unemployment Rate (TPT) in regencies/cities in West Java Province for the 2017-2024 period. This study uses a descriptive quantitative method with panel data regression analysis of 27 regencies/cities in West Java Province. Based on the results of model testing, the method used is the Fixed Effect Model (FEM). The results show that the Regency/City Minimum Wage (UMK) has a positive but insignificant effect on the Open Unemployment Rate, while the Manufacturing Industry GRDP and Economic Growth have a negative and significant effect on the Open Unemployment Rate. This indicates that increased processing industry activity and economic growth can encourage labor absorption, thereby reducing the unemployment rate. Simultaneously, the Regency/City Minimum Wage (UMK), Manufacturing Industry GRDP, and Economic Growth influence the Open Unemployment Rate in West Java Province.

Keywords: Open Unemployment Rate, Regency/City Minimum Wage, Manufacturing Industry GRDP, Economic Growth, Panel Data.