

REGENT OF GRESIK

EAST JAVA PROVINCE

REGULATION OF THE REGENT OF GRESIK

NUMBER 43 OF 2024

ON

THE IMPLEMENTATION OF NON-CASH TRANSACTIONS IN VILLAGES

BY THE BLESSINGS OF ALMIGHTY GOD

REGENT OF GRESIK,

Considering: a. that village financial management must be carried out by prioritizing the principles of transparency, accountability, participation, and efficiency implemented in an orderly and disciplined manner;

b. that in order to implement the provisions in Article 2 of the Regulation of the Minister of Home Affairs Number 20 of 2018 concerning Village Financial Management and to follow up on Circular Letter Number: 100.3.3.3/1629/SJ concerning the Mechanism for Implementing Non-Cash Transactions through the Implementation of Siskeudes-Link in Regencies and Cities that have Villages, dated April 2, 2024 and the Letter of the Director General of Village Governance Development, Ministry of Home Affairs, Number: 100.3.3.3/2890/BPD, Regarding: Implementation of Non-Cash Transactions of Village Governments, dated July 5, 2023, it is necessary to issue a Regional Regulation on the implementation of non-cash transactions in villages;

c. that based on the considerations referred to in sub-paragraphs a and b, it is necessary to issue a Regional Regulation on the Implementation of Non-Cash Transactions in Villages;

Considering: 1. Law Number 16 of 1950 concerning the Formation of Large City Regions within the Provinces of East Java, Central Java, West Java and within the Special Region of Yogyakarta (State Gazette of the Republic of Indonesia of 1950 Number 45) as amended by Law Number 2 of 1965 concerning the Amendment of the Border Area of the Surabaya Municipality and Level II Surabaya

Region by Amending Law Number 12 of 1950 concerning the Formation of Regency Regions within the Province of East Java and Law Number 16 of 1950 concerning the Formation of Large City Regions within East Java, Central Java, West Java and within the Special Region of Yogyakarta (State Gazette of the Republic of Indonesia of 1965 Number 19, Supplement to the State Gazette of the Republic of Indonesia Number 2730);

2. Law Number 12 of 2011 concerning the Formation of Legislation (State Gazette of the Republic of Indonesia of 2011 Number 82, Supplement to the State Gazette of the Republic of Indonesia Number 5234) as amended several times, most recently by Law Number 13 of 2022 concerning the Second Amendment to Law Number 12 of 2011 concerning the Formation of Legislation (State Gazette of the Republic of Indonesia of 2022 Number 143, Supplement to the State Gazette of the Republic of Indonesia Number 6801);

3. Law Number 6 of 2014 concerning Villages (State Gazette of the Republic of Indonesia of 2014 Number 7, Supplement to the State Gazette of the Republic of Indonesia Number 5495) as amended several times, most recently by Law Number 3 of 2024 concerning the Second Amendment to Law Number 6 of 2014 concerning Villages (State Gazette of the Republic of Indonesia of 2024 Number 77, Supplement to the State Gazette of the Republic of Indonesia Number 6914);

4. Law Number 23 of 2014 concerning Regional Government (State Gazette of the Republic of Indonesia of 2014 Number 244, Supplement to the State Gazette of the Republic of Indonesia Number 5587) as amended several times, most recently by Law Number 9 of 2015 concerning the Second Amendment to Law Number 23 of 2014 concerning Regional Government (State Gazette of the Republic of Indonesia of 2015 Number 58, Supplement to the State Gazette of the Republic of Indonesia Number 5679);

5. Law Number 6 of 2023 concerning the Ratification of Government Regulation in Lieu of Law Number 2 of 2022 concerning Job Creation into Law (State Gazette of the Republic of Indonesia of 2023 Number 41, Supplement to the State Gazette of the Republic of Indonesia Number 6856);

6. Government Regulation Number 43 of 2014 concerning Implementing Regulations of Law Number 6 of 2014 concerning Villages (State Gazette of the Republic of Indonesia of 2014 Number 123, Supplement to the State Gazette of the Republic of Indonesia Number 5539) as amended several times, most recently by Government Regulation Number 11 of 2019 concerning the Second

Amendment to Government Regulation Number 43 of 2014 concerning Implementing Regulations of Law Number 6 of 2014 concerning Villages (State Gazette of the Republic of Indonesia of 2019 Number 41, Supplement to the State Gazette of the Republic of Indonesia Number 6321);

7. Presidential Regulation Number 87 of 2014 concerning Implementing Regulations of Law Number 12 of 2011 concerning the Formation of Legislation (State Gazette of the Republic of Indonesia of 2014 Number 199) as amended by Presidential Regulation Number 76 of 2021 concerning Amendment to Presidential Regulation Number 87 of 2014 concerning Implementing Regulations of Law Number 12 of 2022 concerning the Formation of Legislation (State Gazette of the Republic of Indonesia of 2021 Number 186);

8. Regulation of the Minister of Home Affairs Number 80 of 2015 concerning the Formation of Regional Legal Products (State News of the Republic of Indonesia of 2015 Number 2036) as amended by the Regulation of the Minister of Home Affairs Number 120 of 2018 concerning Amendment to the Regulation of the Minister of Home Affairs Number 80 of 2015 concerning the Formation of Regional Legal Products (State News of the Republic of Indonesia of 2018 Number 157);

9. Regulation of the Minister of Home Affairs Number 20 of 2018 concerning Guidelines for Village Financial Management (State News of the Republic of Indonesia of 2018 Number 611);

10. Regulation of the Minister of Home Affairs Number 22 of 2020 concerning Procedures for Regional Cooperation with Other Regions and Regional Cooperation with Third Parties (State News of the Republic of Indonesia of 2020 Number 371);

11. Regional Regulation of Gresik Regency Number 4 of 2016 concerning Village Financial Management (Regional Gazette of Gresik Regency of 2016 Number 12);

12. Regional Regulation of Gresik Regency Number 2 of 2017 concerning the Formation of Regulations in Villages (Regional Gazette of Gresik Regency of 2017 Number 2);

13. Regulation of the Regent of Gresik Number 59 of 2022 concerning Guidelines for Village Financial Management (Regional Gazette of Gresik Regency of 2022 Number 59);

DECIDES:

To enact a REGIONAL REGULATION ON THE IMPLEMENTATION OF NON-CASH

TRANSACTIONS IN VILLAGES.

CHAPTER I

GENERAL PROVISIONS

Article 1

In this Regional Regulation:

1. Region means the Regency of Gresik.
2. Regional Government means the Gresik Regency Government.
3. Regent means the Regent of Gresik.
4. Sub-district Head means the Sub-district Head in the Regency of Gresik.
5. Village means Village in the Regency of Gresik.
6. Community Empowerment and Village Service, hereinafter referred to as DPMD, means the Community Empowerment and Village Service of Gresik Regency.
7. Regional Revenue, Financial Management and Asset Agency, hereinafter referred to as BPPKAD, means the Regional Revenue, Financial Management and Asset Agency of Gresik Regency.
8. Village Government means the Village Head assisted by Village Officials as elements of the Village Government organizer.
9. Village Government means the administration of government affairs and local community interests within the Unitary State of the Republic of Indonesia government system.
10. Village Head means a Village Government official who has the authority, duties and obligations to manage the affairs of his village and carry out tasks from the Government and the Regional Government.
11. Village Apparatus means staff elements who assist the Village Head in policy formulation and coordination accommodated in the Village secretariat, and supporting elements of the Village Heads duties in policy implementation accommodated in the form of technical implementers and territorial elements.

12. Village Apparatus means the Village Secretary, territorial implementers and technical implementers.
13. Village Financial Management Implementer, hereinafter referred to as PPKD, means Village Apparatus that implements village financial management based on the decision of the Village Head who delegates some of the PPKD authority.
14. Head of Financial Affairs, hereinafter called Kaur Keuangan, means Village Apparatus that has the function of handling financial matters.
15. Village Cash Account, hereinafter referred to as RKD, means an account for storing Village Government money that accommodates all Village receipts and for paying all Village expenditures at the designated general bank.
16. Village Consultative Body, hereinafter referred to as BPD, means an institution that carries out government functions whose members are representatives of the Village population based on regional representation and are appointed democratically.
17. Village Finances means all rights and obligations of the Village that can be valued in money and anything in the form of money and goods related to the implementation of the Villages rights and obligations.
18. Village Regulation means legislation enacted by the Village Head after being discussed and agreed upon with the Village Consultative Body.
19. Village Budget, hereinafter referred to as APBDesa, means the annual financial plan of the Village Government.
20. Collecting Bank means the Bank appointed by the Regent to make payments for Village financial transactions.
21. Non-Cash Transaction means one form of electronic transaction by transferring an amount of money from one party to another using instruments in the form of Card-Based Payment Instruments (APMK), checks, bills of exchange, electronic money/similar.
22. Village Financial System, hereinafter referred to as Siskeudes, means one of the applications used to measure the accountability of Village financial management by the Ministry of Home Affairs.

CHAPTER II

INTENT AND PURPOSE

Article 2

(1) The intent of enacting this Regional Regulation is to:

- a. reduce the rate of inflation due to the reduced use of cash by Kaur Keuangan;
- b. improve the accountability and transparency of Village financial management; and
- c. orderly and timely tax payments.

(2) This Regional Regulation aims to accelerate the implementation of the Regional Government Transaction Electronification (ETP).

CHAPTER III

SCOPE

Article 3

The scope of this Regional Regulation includes:

- a. Procedures for Cooperation between the Regional Government and the Collecting Bank;
- b. Types of Non-Cash Revenue Receipts;
- c. The Mechanism for Non-Cash Revenue and Expenditure Receipts;
- d. Types and Exceptions of Non-Cash Expenditures; and
- e. Guidance and Supervision.

CHAPTER IV

PROCEDURE FOR COOPERATION BETWEEN THE REGIONAL GOVERNMENT AND THE COLLECTING BANK

Article 4

- (1) The Regional Government coordinates with the Collecting Bank.
- (2) The Collecting Bank as referred to in section (1) must have a banking system network that is connected to the Ministry of Home Affairs Siskeudes.
- (3) The Collecting Bank as referred to in section (1) enters into a Cooperation Agreement with the Regional Government to implement the Village Non-Cash Transaction program.

CHAPTER V

TYPES OF NON-CASH REVENUE RECEIPTS

Article 5

- (1) All APBDesa revenue receipts are carried out through non-cash payments.
- (2) Revenue receipts as referred to in section (1) include:
 - a. Original Village Revenue;
 - b. Transfer Revenue; and
 - c. Other Revenue.
- (3) Original Village Revenue as referred to in section (2) sub-paragraph a, consists of:
 - a. village business results;
 - b. asset results;
 - c. community self-reliance and participation, and mutual cooperation; and
 - d. other Original Village Revenue.
- (4) Transfer Revenue as referred to in section (2) sub-paragraph b, consists of:
 - a. Village Funds;
 - b. Village Fund Allocation;
 - c. part of tax and levy proceeds;
 - d. Regency Financial Assistance;
 - e. Provincial Financial Assistance; and
 - f. Central Government Financial Assistance.

(5) Other Revenue as referred to in section (2) sub-paragraph c, consists of:

- a. results of inter-village cooperation;
- b. receipts from the results of village cooperation with third parties;
- c. receipts from assistance from companies located in the village;
- d. receipts from grants and/or contributions from third parties; and
- e. other legitimate Village revenue.

CHAPTER VI

MECHANISM FOR RECEIVING NON-CASH REVENUE AND EXPENDITURE

Article 6

Non-cash revenue receipts are made directly to the RKD of each Village Government at the Collecting Bank.

Article 7

(1) All APBDesa expenditures must be through non-cash mechanisms.

(2) Expenditures as referred to in section (1) consist of:

- a. employee expenses;
- b. goods/services expenses;
- c. capital expenditure;
- d. unexpected expenditure; and
- e. financing.

(3) Employee expenses as referred to in section (2) sub-paragraph a, consist of:

- a. fixed income and allowances for the Village Head;
- b. fixed income and allowances for Village Officials;
- c. social security for the Village Head and Village Officials; and
- d. BPD allowances.

(4) Goods/services expenses as referred to in section (2) sub-paragraph b, consist of:

- a. equipment goods expenses;
- b. BPD operational expenses;
- c. RT and RW operational expenses;
- d. honorarium service expenses;
- e. official travel expenses;
- f. rental service expenses;
- g. office operational expenses;
- h. maintenance expenses; and
- i. goods and services expenses submitted to the community.

(5) Capital expenditure as referred to in section (2) sub-paragraph c, consists of:

- a. land capital expenditure;
- b. capital expenditure for equipment, machinery, and heavy equipment;
- c. vehicle capital expenditure;
- d. capital expenditure for buildings, buildings and gardens;
- e. capital expenditure for roads/road infrastructure;
- f. bridge capital expenditure;
- g. capital expenditure for irrigation/embankments/rivers/drainage/wastewater/waste;
- h. network/installation capital expenditure; and
- i. other capital expenditure.

(6) Financing as referred to in section (2) sub-paragraph e, consists of:

- a. financing receipts; and
- b. financing expenditures.

(7) Transfer of a certain amount of money from the RKD to the recipients account by Kaur Keuangan using internet banking or a banking system network connected to Siskeudes.

(8) The transfer of a certain amount of money as referred to in section (7) is accompanied by supporting facilities according to the transaction.

For every payment transaction for APBDesa expenditure through a non-cash payment system:

- a. Kaur Keuangan must use a giro account;
- b. The Village Head, Village Officials, and BPD within the Regional Government must have an account at the Collecting Bank; and
- c. if the goods/service provider or third party does not have an account at the Collecting Bank, then the bank administration transaction fee is charged to the goods/service provider or third party by deducting the bank administration fee from the amount received.

CHAPTER VII

TYPES AND EXCEPTIONS OF NON-CASH EXPENDITURE

Article 9

(1) Types of expenditures exempted from the non-cash mechanism as referred to in Article 7 section (1):

- a. goods and services expense payment transactions up to Rp2,000,000.00 (two million rupiah);
- b. expenditure on transportation assistance/pocket money for participants/community activities;
- c. wages for craftsmen/laborers;
- d. fuel/lubricant expenditure;
- e. payment for purchasing postal items;
- f. motor vehicle tax payment; and
- g. expenditure for handling purposes during natural and/or non-natural disasters.

(2) Considering the transactions that will be paid in cash as referred to in section (1) and the location of the Village is far from the facilities and infrastructure of the Collecting Bank, then cash withdrawals are stored in the Village safe.

(3) Cash withdrawals from the Village safe are based on the Payment Request Letter submitted by the activity implementer to Kaur Keuangan.

(4) Kaur Keuangan as referred to in section (3) may keep a maximum of Rp10,000,000.00 (ten million rupiah) in cash.

Article 10

Accountability for cash expenditure at Kaur Keuangan is carried out in accordance with the technical instructions for the implementation of APBDesa within the Regional Government and the provisions of applicable laws and regulations.

CHAPTER VIII

GUIDANCE AND SUPERVISION

Article 11

(1) Guidance on the implementation of Non-Cash Transactions is carried out by DPMD.

(2) The guidance as referred to in section (1) includes facilitating the fulfillment of supporting facilities and infrastructure for the implementation of this Regional Regulation, along with the Collecting Bank providing direction on the implementation of this Regional Regulation.

(3) In supporting the guidance as referred to in section (1), the Collecting Bank prepares banking facilities and infrastructure to accelerate the implementation of Non-Cash Transactions.

(4) In the implementation of Non-Cash Transaction expenditures, the Sub-district Head conducts guidance and supervision.

(5) Supervision of the implementation of non-cash transactions is carried out by the Gresik Regency Inspectorate as the Internal Government Supervisory Apparatus.

CHAPTER IX

TRANSITIONAL PROVISIONS

Article 12

At the time this Regional Regulation comes into effect:

- a. Villages that have not yet received banking facilities and infrastructure from the Collecting Bank continue to carry out transactions in accordance with applicable regulations; and
- b. The implementation of Non-Cash Transactions in the implementation of APBDesa is carried out gradually, considering the readiness of banking facilities from the Collecting Bank.

CHAPTER X

FINAL PROVISIONS

Article 13

This Regional Regulation comes into effect on the date of its enactment.

In order for everyone to know, it is ordered that this Regional Regulation be enacted by placing it in the Regional Gazette of Gresik Regency.

Enacted in Gresik

on July 18, 2024

REGENT OF GRESIK,

(Signature)

FANDI AKHMAD YANI

Promulgated in Gresik

on July 18, 2024

Acting. SECRETARY OF REGENCY OF GRESIK,

(Signature)

Dr. ACHMAD HADI, S.P., M.T., CGCAE

Supervisor Level I

NIP. 19740101 199803 1 013

REGIONAL GAZETTE OF GRESIK REGENCY 2024 NUMBER 43