

## ABSTRACT

Along with a demand from the public to the public sector organization to maintain the quality, professionalism and public accountability as well as value for money in running activities and to ensure public accountability done by the organization sector public, it would require a public sector organization audit. An audit carried out not only limited to financial and compliance audit, but needs to be expanded with an performance audit (VFM audit) in public sector organization.

This research gives attention to the performance audit implementation at Ministry of Communication and Information Republic of Indonesia. Qualitative with participant observation research method is employed. Data are gathered using direct observation and interview, during the end of 2012-2013. The analysis of performance audit implementation leads to several problems that Ministry of Communication and Information (Kominfo) faced during a performance audit implementation, which are the unclear performance audit standard and instruments, difficulties in establishing performance indicators which is reasonable considering it is hard to measure the result of a program, lack of concern regarding the importance of performance measurement, and the limited number and capacity of human resources. The results of this research should be acknowledged and the Indonesian Government especially Ministry of Communication and Information must raise the awareness of performance audit roles.

**Keywords:** Performance Audit, Public Sector Audit, VFM Audit, Performance Indicators