

ABSTRACT

The problems of poverty still become the world problem presently. Millennium development goals (MDGs) declared the eradication of poverty by 2015. Many programs have been conducted by Indonesian government, but the number of poor in the country still 31.7 million people (BPS, 2012). Zakah is an Islamic economic instrument relevant to poverty reduction. Several research have been conducted recommended to be managed productively to the poor in order to not remain poor (Adiwijaya, 2008). It required good governance of baitulmaal in Indonesia.

This research used mixed methodology. At the first stage, deep interview and survey questionnaire was used to find the fittest model for good governance of baitulmaal. This paper aims to describe good governance of BaitulMaal in Indonesia and its influence to muzaki's satisfaction and loyalty. This study uses a descriptive analysis approach. The population of this study is the BaitulMaal muzaki in Jakarta, Indonesia. The samples taken involve 250 muzaki. The technique used to get the data is questionnaire and in depth interviews. The analysis uses Partial Least Square (PLS) tool. The findings of this study show that transparency and accountability are important variables for the good governance of the BaitulMaal. Transparency and accountability of Baitul Maal significantly influence Muzaki's satisfaction and loyalty. Based on the data, the dominant terms of the transparency of information to be considered in Bazda is Bazda openness in service, the existence of mechanisms that facilitate public inquiries, detailed periodic reports and listings. While the dominant things to consider in Bazda's accountability are the ethical standards based on sharia values, the presence of liability in Bazda of any given authority, and the existence of an independent audit of the external auditors.

Keywords: *Good governance; Transparency; Accountability; Satisfaction and Loyalty.*