

**Sustainable Governance of Village-Owned Enterprise:
Toward Village Sustainable Development Goals**

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ABSTRACT

Purpose — *This paper aims to formulate sustainable governance of Village-Owned Enterprise (VOE) in realizing Village Sustainable Development Goals (SDGs).*

Design/methodology/approach — *This study site was VOE Panggung Lestari in Panggungharjo Village, Sewon District, Bantul Regency, Yogyakarta Province, Indonesia. VOE Panggung Lestari is one of the best VOE in Indonesia and won an international award in 2019. In-depth interviews were held with the informants: the headman of the village as advisor of VOE, the director and vice director of VOE, the Unit Business Manager of VOE, and the Village Council. Data collection was conducted through direct observation and documentation as well. Ethnomethodology was used to analyze hidden concepts as the basis for the practice of everyday life in Panggungharjo Village, through indexicality and reflexivity techniques.*

Findings — *The concept of sustainable governance includes a business method in managing finance, human resources, and institution; balancing between efficiency and social safety net; public participation; accountability; transparency; innovation; income generating; while maintaining local values such as mutual cooperation, harmony, honesty, trustworthiness, and serving. Furthermore, Village SDG is unique because it has 18 goals. The 18th goal is dynamic village institutions and adaptive village culture. VOE Panggung Lestari has four business units that support Village SDGs. Kampong Mataraman business unit: SDGs 5, 8, and 18; Waste Management Business Group: SDGs 7, 13, and 15; Pasardesa.id platform business unit: SDGs 8, 10, and 17; The Ratan business unit: SDGs 5, 17, and 18.*

Practical implications — *VOE must run its business not only in business methods but also maintain social values because of VOE's characteristics as a social enterprise.*

Originality/value — *This paper demonstrates the concept of sustainable governance of VOE in a developing country, namely Indonesia. It is hoped that this concept will accelerate the achievement of the SDGs in general and the Village SDGs in particular towards a prosperous society.*

Keywords — *Sustainable governance, Village-Owned Enterprise, Village SDGs*

Paper type — *Research paper*