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The Effect Of Price And Product Quality On Purchasing Decisions Of Toy Products At The Brid Store Toy Store In Bogor

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Abstract

The purpose of this study is to find out and analyze whether price and product quality have a significant effect on consumer purchasing decisions at the Brid Store toy store. The population used in this study are all consumers who have shopped at the Brid Store toy store. The sampling technique uses the Slovin formula. Data analysis techniques in this study using quantitative. The research variables are price and product quality. The research was conducted at the Brid Store toy store located in Kalisuren Bogor Regency. The results of this study indicate that there is an effect to price and product quality on purchasing decisions at the Brid Store toy store. The magnitude of the influence of price and product quality is 75.3% which influences purchasing decisions at the Brid Store Bogor toy store. **Keywords : Price, Product Quality, Purchase Decisions**

Introduction

The retail business is currently occupiet by many people. When Indonesia was hit by the monetary crisis in 1997, the Indonesia economy was helped a lot by the retail trade sector, or better known as retail business. In todays business competition, business people must think about what strategy will be carried out so that the business can compete. Very important factors that can influence consumers in determining or making purchasng decisions are price and product quality according to Tjiptono in Gunarsih (2021:2) purchasing decisions are where consumers make purchases based on an interest in the products offered to buy them after they search for information about product, brands and the benefits of these products to meet their needs. According to Ketler in Shahidin Et.al (2022:3) Price is the amount of money issued to be exchanged for a product quality is the ability of a product or service to meet consumer needs, Kotler in Akrtim(2015:4). The Brid Store is the first to store to open on jalan Kalisuren, Bogor. Sells various kinds of children toys ranging from local and imported product. In the past year, the Brid Store store has experienced a decline in sales, many factors have been the cause, one of which is the many counterfeit products that are sold freely in the market at prices far from the average on the market. This can be seen from the sales graph below. Sales decline occurred in February 2022, April 2022, August 2022 and September 2022. This proves that there are consumers who do not purchase Brid Store stores. Based on previus research, Agung Et.al (2017) states that product quality has a positive and significant effect on purchasing decisions. The research results of Andres Et.al (2019) Suggest that price has a significant effect on purchasing decisions. This is also consistent with the results research by Kasanti (2019) that price and product quality have a positive and significant effect on purchasing decisions. Based on the background above, the author is interested in conducting research at the Brid Store store as a final project with the title "Influence of price and product quality ondecision to purchase toy products at the Brid Store in Bogor"



Figure 1. Brid Store in Bogor Source of the Kalisuren Brid Store yoy store 2021-2022

Research Methods

This study used quantitatif methods. Data collection techniques used questionnaires and library research. The Research also used types and sources of data, namely:

Data type

- Quantitative data, namely research that focuses on testing theory by measuring research variables 1. with numbers and analyzing data using statistical methods, Ratna Wijayanti (2015:6)
- Qualitative data, is research data based on the philosophy of knowledge used to research natural 2. objects, Sugiono in Umrati (2020:8)

Data Source

- Primary data, data obtained by the author from the field in the form of answers from respondents about price and Product quality on purchasing decisions.
- Secondary data, data obtained by the author from related business owners regarding research 2. objects such as sales data on the history of the stores organizational structure and store activities. Research variables namely

- The Independen variabl consists of Price (X1), Product quality (X2) 1.
- The Dependent Variable, namely the purchase decisions (Y) 2.

The population used in this study was 100 people taken from consumer data who shopped at Brid Store athat could still be contacted. The sampling tecnique uses the slovin formula so that the sample used becomes 80 people.

Data analysis method :

- Validity test according to H.Rifai Abubakar (2011:138) Validity test is a scale that shows the 1. level of truth of a study, the correct instrument has high validity otherwise the incorrect instrument has low validity. The test is carried out by matching fromscore value. R count with r table. Degree of freedom (df)= n= with Alpha 0.05. If r count is greater that r table and t is positive then the questions in the questionnaire are valid.
- 2. Reliability test according to Notoatmojo in Sugiono (2020:1) the Reliability test is an indicator of the extent to which a measuring instrument can be trusted and relied upon which shows how consistent the measurement results are when carried out with the same symptoms with the same measuring instrument.
- Correlation AnalysisPartial Correlation analysis, according to Kurniawan & Yuniarto (2016:47) 3. that correlation analysis is a linear relationship between changes in variable (Y) and one of the variables (X) in the regression model.
- 4. Multiple correlation according to Nurzam (2020) it is necessary to determine the close relationship between price and product quality simultaneously on purchasing decisions.
- 5. Multiple linear regression test used to measure the effect of more than one predictor variable (independent) Price (X1) and Product quality (X2) on the dependent variable purchase decision (Y)..

6. Hypotesis testing

- T test, according to Telusa ET.al (2013) T test is a test used to look for the influence or a. relationship of the independent variable with the dependent variable with a calculated t value greater than t table. Testing criteria:
 - If t count < t table then Ho is accepted and Ha is accepted. This means that there is an 1. influence on price and product quality on purchasing decisions at the Brid Store store.
 - 2. T count > t table is rejected Ha is accepted, meaning that there is not effect on price and product quality on purchasing decisions at the Brid Store.
- Test F, According to Anggreni (2020) the F test is directing all the independent variabel that b. are entered simultaneosuly to the dependent variable. Test criteria:
 - 1. If the probability value > degree of error / alpha (5%) Ho is accepted or rejected, it means that the independent variables jointly affect the dependent variable significantly.
 - 2. If the probability value < degree of error /alpha (5%) Ho is rejected and Ha is accepted, means that the independent variables jointly affect the dependent variable significantly.
- 5. Test of the Coefficient of determination (R2) according to Yuliara in Sudrajat (2022) determination test to find out how much influence (X1) and (X2) have on (Y). Determination has the symbol (R2) with the formula KD = R2X 100%

Table 1 Validitas

Results

Validity test

| Variable | NO | r- count | r- table | information |
|--------------------------------|-------|-------------|-------------|-------------|
| | PX1.1 | .787** | 0,3120 | Valid |
| Price (X1) | PX1.2 | ,616** | 0,3120 | Valid |
| | PX1.3 | ,809** | 0,3120 | Valid |
| | PX1.4 | ,616** | 0,3120 | Valid |
| | PX2.1 | ,812** | 0,3120 | Valid |
| | PX2.2 | ,736** | 0,3120 | Valid |
| Product $(X2)$ | PX2.3 | ,834** | 0,3120 | Valid |
| quanty(112) | PX2.4 | ,723** | 0,3120 | Valid |
| | PX2.5 | ,742** | 0,3120 | Valid |
| | Y1 | ,705** | 0,3120 | Valid |
| D | Y2 | ,844** | 0,3120 | Valid |
| Buying decision(Y) | Y3 | ,846** | 0,3120 | Valid |
| decision(1) | Y4 | ,841** | 0,3120 | Valid |
| | Y5 | ,857** | 0,3120 | Valid |

Based on table 1 above, it can be seen that for each Price question (X1), Product quality (X2) and Purchase decision (Y) all the answers are valid from 14 question.

Reliability Test

Table 2 Reliability

| NO | Variable | Cronbach Alpha Value | Standard Value | Information |
|----|---------------------|-------------------------|----------------|-------------|
| 1 | Price (X1) | 0,866 | 0,600 | Reliable |
| 2 | Product Qualty(X2) | 0,903 | 0,600 | Reliable |
| 3 | Buying Decision (Y) | 0,923 | 0,600 | Reliable |

Based on the results of table 2 data all variables are declared reliable the Cronbach Alpha Value is greater that the standard value, so it can be trusted to conduct further research.

Correlation Analysis

Partial Correlation Analysis

Table 3 Partial Correlation Test X1 to Y



| Model | R | R Square | Adjusted R Square | Std. Error of the Estimate |
|-------|-------|----------|-------------------|----------------------------|
| 1 | .677ª | .458 | .451 | 3.23761 |

a. Predictors: (Constant), Price X1

Source :SPSS data results 2023

The results of table 3 show that the correlation between Price (X1) and Purchasing decisions (Y) is 0.677, positive value, meaning that the higher the Price given, the higher the consumer purchase decision. The correlation value of 0.677 indicates a strong relationship in the class interval 0.60 - 079.

Table 4 Partial Correlation Test X2 to Y Summary Models

| Model | R | R Square | Adjusted R Square | Std. Error of the Estimate |
|-------|-------|----------|-------------------|----------------------------|
| 1 | .856ª | .733 | .729 | 2.27327 |

a. Predictors: (Constant), Product quality X2

Source : SPSS data results 2023

Based on the results of table 4 data that between product quality (X2) and purchasing decisions (Y) with a value of 0.856 is a positive value meaning. That the higher the quality of the product provided, the higher the consumers decision to buy, a correlation value of 0.856 indicates the categoryship at class intervals from 0.800 - 1000

Multiple Correlation Analysis

| | Table 5 Multiple Correlation | | | | | | | | |
|----------------|------------------------------|--------|------------|---------------|----------|----------|-----------|-----|--------|
| Summary Models | | | | | | | | | |
| | | | | | | Chang | e Statist | ics | |
| | | R | Adjusted R | Std. Error of | R Square | | | | Sig. F |
| Model | R | Square | Square | the Estimate | Change | F Change | df1 | df2 | Change |
| 1 | .868ª | .753 | .747 | 2.19831 | .753 | 117.607 | 2 | 77 | .000 |
| | | | | | | | | | |

Table 5 Multiple Correlation



a.Predictors: (Constant), TOTALLX1 b.Dependen variable : Purchase Decision Source : Result of 2023 SPSS

The table 5 results of the correlation between Price (X1) and product quality (X2) on purchasing decisions (Y) with a positive value of 0.868, which means that the higher the price and quality of the product provided, the higher the consumers decision to purchase. Correlation 0.868 is included in the category of a very strong relationship in the class interval 0.800 - 1000

Multiple Linear Regression test

Table 6 Multiple Linear Regression Coefficients^a

| | | Unstandardize | d Coefficients | Standardized Coefficients | | |
|-------|------------|---------------|----------------|------------------------------|-------|------|
| Model | | В | Std. Error | Beta | t | Sig. |
| 1 | (Constant) | .954 | 1.350 | | .707 | .482 |
| | TOTALX1 | .222 | .088 | .192 | 2.532 | .013 |
| | TOTALX2 | .801 | .083 | .728 | 9.601 | .000 |

a. Dependent Variable: TOTALLY Source: Result of 2023 SPSS

Based on Table 6 the constant value is 0.954. Coefficient value X1 = 0.222, coefficien X2 = 0.801. The regression equation in this study is

Y=0.954 + 0.222 X1 + 0.801 X2

- 1. The contanta is 0.954 which means that if there is a change in Price and Product quality is 0 then the Purchase decisions at the Brid Store is 0.954
- 2. The Value of the Price coefficient (X1) is 0.222, which means that the Price is Positive with a constanta of 0, so the purchase decision at the Brid Store is positive 0.222
- The value of the product quality coefficient (X2) is 0.801, which means that product quality 3. increases with the price estimate with a constanta of 0 the purchase decision at the Brid Store is positif 0.801

Hypothesis Testing

Parsial test (T test)

Table 7 Price T test (X1) on Purchasing decisions **Coefficients**^a

| | | Unstandardize | d Coefficients | Standardized Coefficients | | |
|-------|-------------|---------------|----------------|------------------------------|-------|------|
| Model | | В | Std. Error | Beta | t | Sig. |
| 1 | (Constant) | 8.537 | 1.613 | | 5.293 | .000 |
| | TOTALX1 | .784 | .097 | .677 | 8.120 | .000 |
| D | 1 . 37 . 11 | TOTALLY | | | | |

a. Dependent Variable: TOTALLY Source: Result of SPSS 2023

Based on table 7 value of price significance (X1) 0.000 < 0.05 and t count 8.120 > t table 1.991 then Ho is rejected and H1 is accepted.. The conclusion is that there is a positive and significant effect between price on purchasing decisions partially accepted.

Table 8 Product quality T test on consumer Purchasing Decisions (Y) Coefficients^a

| | | | | Standardized | | |
|-------|------------|---------------|----------------|--------------|--------|------|
| | | Unstandardize | d Coefficients | Coefficients | | |
| Model | | В | Std. Error | Beta | Т | Sig. |
| 1 | (Constant) | 1.639 | 1.368 | | 1.198 | .234 |
| | TOTALX2 | .941 | .064 | .856 | 14.628 | .000 |
| | 1 | TOTAL | | | | |

a. Dependent Variable: TOTALLY

Source: Result of SPSS 2023

Based on table 8 it can be seen that the significant value of product quality is 0.000 < 0.05 and t count 14.628 > t table 1.991. Meaning that Ho is rejected and H1 is accepted. It can be concluded that there is a positive and significant influence between product quality on purchasing decisions partially accepted.

Simultaneous test (F test)

Table 9 test F

ANOVA^a Sum of Squares Model Mean Square F Sig df .000^b 2 117.607 1 Regression 1136.692 568.346 Residual 372.108 77 4.833 1508.800 Total 79

a. Dependent Variable: TOTALLY

b.Predictors: (Constant), TOTALX2, TOTALX1 Source: Result of SPSS 2023

The results of the data in table 9 obtained F count 117.607 > f table 3.12 and a significance level of 0.000 < 0.05 then Ho is rejected and H3 is accepted so it can be concluded that the price variable (X1) and Product quality (X2) influence the purchase the purchase decision (Y) at the Brid Store.

Determination test

Table 10 Test Determination Model Summary

| Model Summery | | | | | | |
|---------------|-------|----------|-------------------|------------------|--|--|
| | | | | Std Error of the | | |
| Model | R | R Square | Adjusted R Square | Estimate | | |
| 1 | .868ª | .753 | .747 | 2.19831 | | |

a. Predictors: (Constant), Quality, Price

Source: Result of SPSS 2023

The results of the table 10 show that the coefficient of Determination for R Square is 0.753 meaning that the independent variable has the 75.3% ability to explain the dependent variable while 24.7% is influenced by other variables not explained in this study.

Conclusion

The conclusion in this study is: 1. There is a positive and significant influence between Price (X1) on purchasing decisions (Y) partially accepted. This is evidenced by the calculated T value of 8.120 > t table 1.991. With a significant value of 0.000 < 0.05, the conclusion is that Ho is rejected and H1 is accepted. 2. There is a positive and significant influence between product quality (X2) on purchasing decisions (Y) partially.T count results 14.628 > t table 1.991 with a significant value of 0.000 < 0.05, means HO is rejected and H1 is accepted. 3. Price (X1) and Product quality (X2) have an effect on purchasing decisions (Y) this is in accordance with that shown by the correlation value of 0.677 included in a strong relationship in the class interval 0.60 - 079. F test results count 117.607 > f table 3.12 with a significant

value of 0.000 < 0.05 it can be concluded that Ho is rejected and H3 is accepted. 4. The Determination test in this study shows that the independent variabel price ((X1) and Product quality (X2) influences the dependent variable on purchasing decisions (Y) with a value of 0.753 or 75.3%, while 24.7% is influenced by other variables not discussed in this study.

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