In the globalization of the world economy, small and medium size enterprises undertake more important responsibilities. Although these institutions have high ranking potential in the economy, there are problems resulting because of their structure and problems characteristic of their own. The aim of the research is to identify solutions on the basis of local administration and propose solutions. The aim is also to show how local administration views and looks upon small and medium sized enterprises from macro and micro levels and to identify the problems of SMEs in the Isparta Leather Processing Industry.

Keywords: Local Administrations, Small and Medium Sized Enterprises, Leather Processing Industry.