

COST ACCOUNTING



Chapter 1

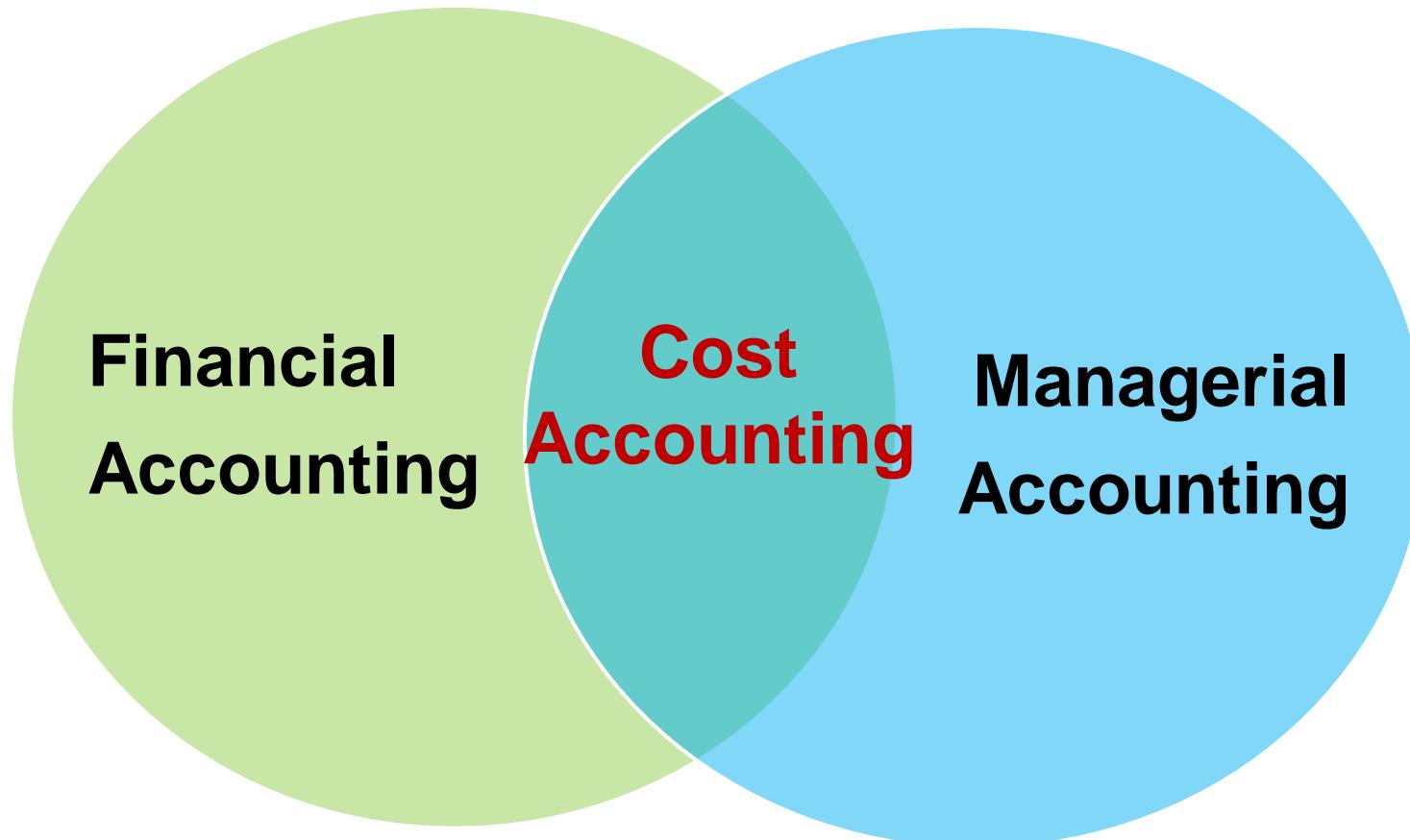
Roles and Concepts of Cost Accounting

Definition of Cost Accounting

Cost Accounting as a tool of management, provide management with detailed records of the costs relating to products, operations or functions.

It estimated future costs for planning purpose or actual costs for evaluating performance.

Roles and Concepts of Cost Accounting



Objectives of Cost Accounting

- 1. To determine product costs**
- 2. To facilitate planning and control of regular business activity**
- 3. To supply information for decision**

Role of Cost Accounting

- 1. To analyze material, labor and the overhead expenses**
- 2. To reconcile daily production with accounting transaction**
- 3. To coordinate with R&D for production of new items**
- 4. To assist the controller in developing cost improvement opportunities**
- 5. To prepare the new product costing as well as the gross profit analysis for marketing**

THE END