

ABSTRACT

Puspita.Agustinasari. 2015.Thesis.Title.Budget analysis of production costs as controlling towards management performance in PT.Romi Violeta,Sidoarjo.

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Each company was built to achieve the desired objectives, either for profit or to maintain the viability of the company. To achieve these objectives, it requires a good management company. Budget constitutes an important factor in the company's operations for being used as a guide in planning and controlling the activities of the company, including the production budget. This study aims to analyze how the budget cost of production as a means of controlling towards management performance in PT RomiVioleta,Sidoarjo.

this research type is qualitative with descriptive approach as a case study on PT RomiVioleta. The research data was obtained from interviewto the leader and some of the staffs in PT.RomiVioleta,Sidoarjoandthe documents that have been given about the production budget.

The results showed that the standard variance of direct material costs in producing the cabinet table in 2014, andthe standard variance favorable raw material prices could be known asRp. 17. 047. 029. Based on standard analysis of variance direct labor costs required in the production process of cabinet table in 2014 had favorable wage difference Rp. 26.237.400.This happened because the budgeted costs are greater than the cost of realization. From the data variance factory overhead costs incurred by the company in 2014, it appeared that the company had factory overhead variances adverse (unfavorable) which amounted to Rp. 183 486 471, the factory overhead cost variance caused by the uneffectiveness of the company in controlling the cost production of cabinet table. So it is necessary supervision and control production costs so that deviations of production costs will not exceed the limits of specified divergence.