Abstract

By understanding and accustom them selves to do budgeting, the company will be better able to predict changes that will occur and its impact on business operations, and can predict early as possible all the tools you need to achieve your goals and set targets. Inventory turnover shows how many times inventory is replaced and re-sold, the higher the inventory turnover, the amount of working capital required is lower. This study aims to determine the budget the purchase of raw materials, inventory turnover and its influence on KPSBU Lembang

The research method used in this research is descriptive analysis with quantitative approach. The sample used was consolidated budget and finance purchases of raw material from the years 2003-2009 or during the seven years

Based on statistical analysis, data processing using SPSS version 15 for windows hence known r= 0.898 meant that were strong and positive relationships beetween independent variables and th dependent variable. Probability value obtained at 0.001 or the probability value <0.05, so the regression coefficient has a meaning. Hypothesis test obtained t count equal to 4.57 and t table for 2.571 with α = 0,05, mean t count > t table, that Ho Refused and ha is received which indicates that there is a significant influence over the budget toward the purchase of raw materias inventory turns. The amount of contribution the influence of raw material purchase budget of inventory turn over amounted to 80.64% and the remaining 19.36% influenced by other factors.

Keywords : *Budget, Purchase of Raw materials, Raw Materials and Inventory Turnover*