REVIEW OF THE APPLICATION OF COST STANDARDS ON INDUSTRIAL PRODUCTION HOME SIMBIOSIS BANDUNG

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ABSTRACT

The research was conducted in Bandung Home Business Simbiosis. Phenomenon that occurs is the increase in raw material prices which affect the actual cost is greater than the cost of a predetermined standard. The purpose of this study was to determine how the application of the standard cost of production and efforts to avoid real cost is greater than the standard cost Home Based Industrial Simbiosis in Bandung. Research object under study is the application of the standard cost of production. The method used in this research is descriptive method, where the descriptive method to describe the facts in the early stages suggests that meant the symptoms fully investigated in the aspect.

The results showed that the application of the standard cost of production in Home Business Symbiosis Bandung has perform well according to the procedure, where the application of the standard cost of production is divided into three parts, namely a standard raw material costs, costs of labor standards, and standard factory overhead costs. Efforts made Home Business Simbiosis Bandung to anticipate an increase in raw material prices which result in actual costs exceed standard costs are good, where the solution is carried out when the action changes the standard price of raw material price increases, the supply of raw materials in the warehouse are adequate, and do a review of prices of raw materials to determine the increase or decrease in the prices of raw materials market.

Keywords: Cost, Production, Standard Cost Production