

Analysis of Implementation of Entity Financial Accounting Standards Without Public Accountability for Inventories at PT. Kezies SPBU 142031142

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Abstract

This study aims to analyze the application of financial accounting standards for entities without public accountability for inventories at PT. Kezies SPBU 142031142. This study uses a qualitative descriptive approach, aiming to find out whether the company's financial accounting standards are running well or not and to find out whether the inventory complies with the company's regulations. The subject of this research is PT. Kezies SPBU 142031142 and the object of this research are inventory reports and financial reports such as profit and loss and balance sheets of PT. This is because PT. Kezies SPBU 142031142 only presents the income statement as financial statement information. Based on the results of the analysis, it is also known that PT. Kezies SPBU 142031142 has not applied the Financial Accounting Standards for Entities Without Public Accountability for the reports of fuel oil inventories provided. This is because PT. Kezies SPBU 142031142 only presents inventory reports in a very simple way, namely only recording in the accounting book. As for the obstacles PT. Kezies SPBU 142031142 in applying the Financial Accounting Standards for Entities Without Public Accountability for inventories, namely the lack of knowledge of the owner. Kezies SPBU 142031142 feels that he is not yet professional in implementing SAK ETAP and the views of the owner of PT. Kezies SPBU 142031142 that the recording activities are carried out only to meet the needs of calculations and transparency so that it does not need to be done.

Keywords: SAK ETAP, Inventory, Financial

Introduction

The preparation of financial statements has a very important role in a company. Because the financial statements are the basis for determining or assessing the company's financial position. These financial statements are intended as reports addressed to various users of financial statements who have general financial information needs who do not have the right to request such financial statements and are adapted to meet certain information needs. Later this information will be used as a reference in consideration and decision making for both the company's internal parties and the company's external parties. (Darmawan, 2015:3). Financial reports that are well structured, easy to understand, presented fairly, and are relevant are very helpful in improving the development of cooperatives and small and medium enterprises, especially in obtaining financial assistance from the government and financial institutions such as banks. A person's efforts to understand the concept of a new standard greatly affect the quality of the financial statements that have been prepared.

PT. Kezies SPBU 142031142 is a company engaged in the distribution of fuel (Cars, Motorcycles and Betor). The location of the operation of PT. Kezies gas station 142031142 on Jl. Bandar Labuhan, Limau Manis, Tanjung Morawa District, Deli Serdang Regency, North Sumatra 20362 Indonesia. General problems regarding the application of accounting faced by PT. Kezies SPBU 142031142, namely the implementation of SAK ETAP which is still not perfect. There are still formats that are not in accordance with financial accounting standards resulting in the emergence of inappropriate values presented in the financial statements. This will certainly affect the assessment of the financial performance of PT. Kezies SPBU 142031142 because the measurement of financial performance is closely related to the financial statement management system which is seen in the

income statement. If the application of accounting standards is not in accordance with financial accounting standards, then PT. Kezies gas station 142031142 will not be able to predict the inventory the company needs. Therefore, to produce quality financial reports, in presenting its financial statements need to refer to SAK ETAP as a standard financial reporting standard in order to help improve the company's financial performance.

Inventory is a number of finished goods, raw materials, and work in progress owned by the company for the purpose of selling or further processing. The phenomenon that occurs at PT. Kezies SPBU 142031142 regarding inventory, namely the frequent delays in the arrival of supplies which resulted in PT. Kezies SPBU 142031142 cannot meet consumer needs. This delivery delay was caused by reports of purchases and expenditures for the daily period, fuel oil where storage was carried out in pigs was not known to end because sales were beyond prediction and the gas station manager was late in coordinating with Pertamina in determining research on shipping fuel oil. This is of course a financial report that is in accordance with SAK regarding inventory, it is very important to apply so that managers can immediately know when to place an order for fuel for inventory so that there are no too frequent delays.

From the explanation of the leadership of PT. Kezies SPBU 142031142, regarding supplies of Peralite, Bio Solar and Pertamax oil products for the last 3 years, 2017, 2018 and 2019 are explained as follows:

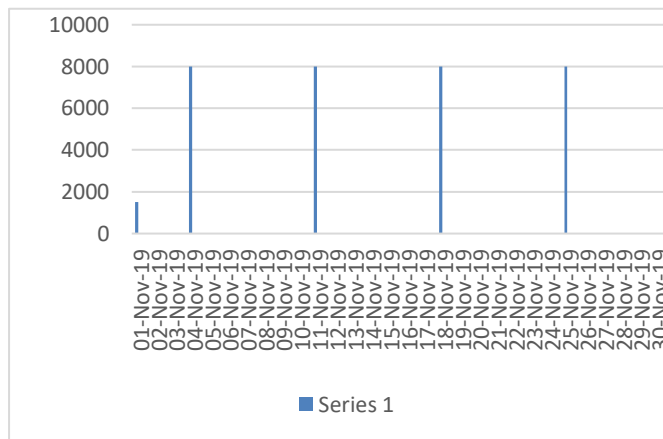


Figure 1. Pertamax Fuel Inventory at PT. Kezies Gas Station 142031142 November 2019

Source: PT. Kezies gas station 142031142

Based on Figure 1.1 it is known that during November 2019, PT. Kezies SPBU 142031142 often experiences delays in fuel intake, especially Pertamax. This can be seen on November 1, 2019 PT. Kezies SPBU 142031142 supplies 1,500 liters of Pertamax fuel. However, on the 2nd to the 3rd PT. Kezies SPBU 142031142 did not get fuel supply due to delays which resulted in PT. Kezies SPBU 142031142 was unable to sell its first fuel on November 2 and 3, 2019. On November 4, 2019 PT. Kezies SPBU 142031142 again received a supply of 8,000 liters of Pertamax fuel and again there was a delay from 5 to 10 November 2019. On 11 November 2019 PT. Kezies SPBU 142031142 again received a supply of 8,000 liters of Pertamax fuel and there was another delay of up to five days, from 12 to 17 November 2019. On 18 November 2019 PT. Kezies SPBU 142031142 again received a supply of 8,000 liters of Pertamax fuel and on 19-24 November PT. Kezies SPBU 142031142 again

experienced a delay in the arrival of supplies which resulted in PT. Kezies SPBU 142031142 was unable to sell Pertamina fuel from 19 to 24 November 2019. On 25 November 2019 PT. Kezies SPBU 142031142 again received a supply of 8000 liters of Pertamina fuel. Based on this explanation, it can be seen that PT. Kezies SPBU 142031142 has several times experienced delays in supplies. This means that if the fuel is delayed, of course PT. Kezies SPBU 142031142 will not be able to sell fuel to consumers, which may result in PT. Kezies gas station 142031142 on that day. If this continues to happen, PT. Kezies SPBU 142031142 will be at risk of losing its customers which resulted in PT. Kezies gas station 142031142 is at risk of experiencing losses.

From the explanation of the background above, the authors want to research further about: "Analysis of the Application of Financial Accounting Standards for Entities Without Public Accountability for Inventories at PT. Kezies gas station 142031142".

Based on the description of the background, the problems that will be discussed in this study are:

1. Is the Financial Accounting Standards for Entities Without Public Accountability already running well at PT. Kezies gas station 142031142 ?
2. Is the Inventory at PT. Kezies SPBU 142031142 is it in accordance with the applicable rules?

The objectives of this research are

1. To see the Financial Accounting Standards in the Company are running well or not.
2. To find out whether the Inventory is in accordance with the applicable regulations in the Company.

Methodology

The research that the author is doing is a qualitative research with a case study method. Qualitative research method is a research method used to examine the condition of natural objects, (the opposite is experiment) where the researcher is the key instrument, the data collection technique is done by triangulation (combined), the data analysis is inductive, and the results of qualitative research emphasize meaning rather than generalization.

The location of this research was carried out at PT. Kezies SPBU 142031142 Bandar Labuhan Tanjung Morawa District.

This research was conducted from December 2020 to October 2021.

After the writer collects the data, the writer will conduct an analysis through a qualitative descriptive method, namely by studying the theory of the analysis of the recording method and inventory valuation obtained from books and other parties related to the research.

Research Results and Discussion

The balance sheet is a report that presents the economic resources of a company or its assets, liabilities or debts and the rights of the owners of the company that are embedded in the company or the owner's capital at a certain time. Therefore, the balance sheet must be prepared systematically so that it can provide an overview of the financial position of a business owner. The balance sheet presents the assets, liabilities and equity of an entity at a certain date at the end of the reporting period.

PT. Kezies SPBU 142031142 does not present financial statements in the form of a statement of changes in equity because the owner of PT. Kezies SPBU 142031142 also feels that the statement of changes in equity is the same as the income statement, namely the posts contain profit and loss, income and operating expenses, the only difference being that information about the beginning balance and ending balance is not included in the income statement. This is the reason why PT. Kezies

SPBU 142031142 does not present financial statements in the form of a statement of changes in equity. Because for them on the income statement they can also see information about the profit and loss earned every month and the income generated every month.

This is in accordance with the results of interviews conducted by researchers with the owner of PT. Kezies SPBU 142031142 which states that:

"If the statement of changes in equity has the same items as the income statement, so I don't think it's necessary to make it again. Because yes, with the income statement that we have made, there is already information about the profit and loss and the income we generate. So I don't think our company needs to make a change in equity report for now."

Based on this analysis it can be concluded that PT. Kezies SPBU 142031142 also has not implemented SAK ETAP based on the statement of changes in equity in accordance with predetermined rules. This is because the PT. Kezies SPBU 142031142 feel that the statement of changes in equity is the same as the income statement so they feel there is no need to present a statement of changes in equity for now.

1. The implementation of MSME accounting records based on SAK ETAP provides benefits for parties using financial statements, these benefits include:
2. For companies as creditors, with the implementation of accounting records based on SAK ETAP, SMEs can present their own financial reports, this is to meet the main requirements for applying for credit loans to financial institutions or banks, creditors can later decide whether the loan and interest can be paid at maturity .
3. Owner of PT. Kezies SPBU 142031142 can find out the company's profit, financial position, changes in owner's equity and cash flow more simply.
4. PT. Kezies SPBU 142031142 can calculate the amount of tax accurately according to accounting information.

The factors that cause the implementation of SAK ETAP-based financial records are not implemented at PT. Kezies SPBU 142031142 , among others, is influenced by internal factors and external factors.

1. Internal Factors Causing the Failure to Implement SAK ETAP

Internal factors are factors from within PT. Kezies SPBU 142031142 which affects the implementation/implementation of SAK ETAP-based financial records, the internal factors that cause the failure of this SAK ETAP implementation are:

- a. Lack of knowledge of the owner of PT. Kezies SPBU 142031142 and employees regarding accounting standards in preparing financial statements. So far, the understanding of the form of financial records carried out is in accordance with the knowledge and understanding of the owner of PT. Kezies gas station 142031142 . So, knowledge has a considerable influence on the form of preparation of financial records applied by PT. Kezies gas station 142031142 .
- b. Owner of PT. Kezies SPBU 142031142 feels unprofessional to make financial reports according to accounting standards. The owner is less disciplined and diligent in carrying out his business accounting books because the available time has been taken up for work, so it is very difficult to set aside time to compile an accounting bookkeeping system, the owner prioritizes a good marketing system so that fuel can be sold and how to supply supplies every day fuel oil to consumers.
- c. The view of the owner of PT. Kezies SPBU 142031142 that the recording activities are carried out only to meet the needs of calculations and transparency, this is in accordance with the theory

of reasoned *action. of reasoned action*) in 1980. This theory states that a person or individual will take advantage of the information system on the grounds that the information system will provide benefits or uses for himself. Judging from the reality on the ground related to the implementation of SAK ETAP, it can be said that the owner of PT. Kezies SPBU 142031142 will utilize or apply financial records based on SAK ETAP if the recording will provide benefits or benefits for him.

2. External Factors Causing the Failure to Implement SAK ETAP

One of the causes of PT. Kezies SPBU 142031142 does not carry out accounting records based on SAK ETAP due to the absence of supervision from interested parties on the financial statements that have been prepared, especially from the government, related institutions and regulators. Whereas concern for the development of a business should be the responsibility of all parties in accordance with the field they are involved in. Regulators should pay attention to regulations that require the preparation of financial statements for a business. The banking party is one of the third parties related to business capital, namely the banking party. In providing loans to companies, the banking sector always pays attention to aspects of the feasibility of a business activity, legal aspects, and *repayment capacity* and the existence of physical and non-physical guarantees as a safety factor. To find out the financial condition of prospective debtors, the banking sector requires financial reports. In addition to knowing the health condition of the main company which includes liquidity conditions, capital adequacy, debt portion, profitability.

The banking sector requires financial reports to estimate the business volume of prospective debtors as indicated by the amount of assets and sales. And with the financial statements, the bank can estimate the amount of loan burden that can be borne by prospective debtors.

So far, the problems faced in providing credit facilities to PT. Kezies SPBU 142031142, due to the unavailability of adequate business financial reports for analysis by the banking sector. Businesses that do not have good financial reports are seen as carrying the risk of bad credit by banks. So the pro forma financial statements are a proactive step taken by the banking sector in helping PT. Kezies SPBU 142031142 and make it easier to do credit analysis, this step is a manifestation of the banking side's concern for PT. Kezies gas station 142031142.

Conclusions

Based on the results of research and discussions that have been carried out, the researchers can draw the following conclusions:

1. Based on the results of the analysis, it is known that PT. Kezies SPBU 142031142 has not implemented the Financial Accounting Standards for Entities Without Public Accountability on its financial statements properly. This is because PT. Kezies SPBU 142031142 only presents the income statement as financial statement information.
2. Based on the results of the analysis, it is also known that PT. Kezies SPBU 142031142 has not applied the Financial Accounting Standards for Entities Without Public Accountability for the reports of fuel oil inventories provided. This is because PT. Kezies SPBU 142031142 only presents inventory reports in a very simple way, namely only recording in the accounting book.
3. As for the obstacle PT. Kezies SPBU 142031142 in applying the Financial Accounting Standards for Entities Without Public Accountability for inventories, namely the lack of knowledge of the owner of PT. Kezies SPBU 142031142, owner of PT. Kezies SPBU 142031142 feels that he is not yet professional in implementing SAK ETAP and the views of the owner of PT. Kezies SPBU

142031142 that the recording activities are carried out only to meet the needs of calculations and transparency so that it does not need to be done.

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