

USING STANDARD COST ACCOUNTING TO MODERNIZE THE CORPORATE INFORMATION SYSTEM

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Abstract. *The modernization of the corporate information system on the basis of the financial-accounting information can lead to the facilitation of the preparation of a decision. In the present case, the financial-accounting information is used, through the application of the standard cost accounting. Thus, a cost analysis can be sufficient for a quick and pertinent decision. At the same time, the standard cost accounting allows to make better decisions in the sense of cost decrease, and can lead to the giving up to the analytic statement of the actual costs per cost bearers. In essence, the use of standard cost accounting may allow a quicker statement of costs and the producing of the financial statements within a few days after the end of the month, accelerating the reporting procedure and providing competent information necessary to the corporate information system.*

Keywords: standard cost, information system, financial-accounting information, preset costs.

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1. Introduction

The production structure of many Romanian economic entities offers a complex situation of the costs and implicitly, requires the use of a suitable calculation method to know fast the actual costs. By comparing these costs with the standard ones, deviations are highlighted, that deviations are necessary in order to make well-timed proper decisions.

The standard-cost method is a method of calculation of the foreseen costs and of monitoring the production process in the economic entities. Using this cost calculation method, the production costs can be established in advance, realizing a budgetary control of the costs by the determination of the deviations of the actual costs, compared to the preset ones. Concomitantly with the production process operation, deviations can be determined per types or per causes, thus fulfilling an important function for the economic entity's management, respectively that of investigation and prevision tool.

To know the action of the determining factors leading to the obtaining of economies or the recording of overcosts compared to the pre-calculated costs, the economic entity's management needs to have a series of pieces of information

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