

TABLE OF CONTENTS

MOTTO	i
CERTIFICATE OF APPROVAL	ii
BOARD OF EXAMINERS APPROVAL	iii
DECLARATION OF AUTHORSHIP	iv
ABSTRACT	v
FOREWORD	vi
TABLE OF CONTENTS	viii
LIST OF TABLES	xi
LIST OF FIGURES	xii
LIST OF APPENDIXES	xiii
 CHAPTER I INTRODUCTION	
A. Background of Study	1
B. Problems of Study	8
C. Research Objectives	8
D. Research Contributions	8
E. Parts of Discussion	9
 CHAPTER II THEORETICAL FRAMEWORK	
A. Accounting System	11
1. Definition of System and Procedure	11
2. Definition of Accounting System	12
3. Principles of Accounting System	14
4. The Framework of Accounting System	15
5. Components of Accounting System	16
6. Form	17
7. Processing Methods	19
B. Raw Material Inventory Accounting System	20
1. Definition of Inventory	20
2. Types of Inventory	21
3. Inventory System	23
4. Definition of Inventory Accounting System.....	25
5. Related Function	26
6. Document Used	29
7. Definition of Raw Material	30
8. Definition of Raw Material Inventory Procedure	31

9. Related System and Procedure of Raw Material Inventory	31
C. Internal Control	40
1. Definition of Internal Control	40
2. Objectives of Internal Control	41
3. Types of Internal Control.....	41
4. Principles of Internal Control	43
5. Elements of Internal Control	44
6. Control Activities.....	49
7. Internal Control Procedures.....	50
8. Related Functions of Internal Control	52
9. Limitations on Internal Control	53
10. Effectiveness	54
D. The Internal Control over Raw Material Inventory Accounting System	54
CHAPTER III RESEARCH METHOD	
A. Type of Research	59
B. Focus of Research	60
C. Locations and Sites of Research	61
D. Source of Data	62
E. Data Collection Method	64
F. Research Instrument	65
G. Data Analysis	66
CHAPTER IV RESULT AND ANALYSIS	
A. General Description of PG Ngadiredjo	68
1. History of PG Ngadiredjo Kras-Kediri	68
2. General Description	69
a. Location of PG Ngadiredjo	69
b. Topography and Working Area	70
c. Irrigation	70
d. Supporting Infrastructure	71
3. Condition of company	71
4. Land.....	71
5. Source of Factory Main Component	71
6. The Chart of Sugar Processing	73
7. <i>Koperasi Petani Tebu Rakyat (KPTR)</i>	74
8. Organizational Structure	75
B. Data Presentation	83
1. Raw Material Inventory Procedure	83

a. Procedure of Raw Material Inventory from Tebu Rakyat (TR) Source	84
1). Procedure of Raw Material Inventory from Tebu Rakyat (TR) Source with provide a Credit System	85
a) Document used	85
b) Related Function	89
c) Raw Material Inventory Procedure.....	91
2). Procedure of Raw Material Inventory from Tebu Rakyat (TR) Source without provide a Credit System	99
a) Document used	99
b) Related Function	102
c) Raw Material Inventory Procedure.....	104
b. Procedure of Raw Material Inventory from Tebu Sendiri (TS) Source	112
a) Document used	112
b) Related Function	115
c) Raw Material Inventory Procedure.....	116
C. Data Analysis and Discussion	123
1. The Implementation of the Raw Material Inventory Procedure that is conducted by PG Ngadiredjo Kras-Kediri	123
2. Analysis of Internal Control on Implementation of Raw Material Inventory Procedure that is Conducted by PG Ngadiredjo Kras-Kediri in Supporting the Effectiveness of Internal Control ...	128

CHAPTER V CONCLUSION AND RECOMMENDATIONS

A. Conclusion	138
B. Recommendation	139

BIBLIOGRAPHY

APPENDIX