

ABSTRACT

Determining the cost of production should be done properly because the result will affect the determination of the selling price. In calculating the cost of production needed reliable information on costs of production.

Methods to collect the cost of production to determine the cost of production one of which is the order cost method, the method of determination of cost of products where the production costs are accumulated based on the job or a particular order. The method used in this research is descriptive analytical method which collects data to be processed, analyzed and processed further with the theoretical foundations that exist so as to give a clear description of the object of research. Some of the data collection techniques used by the author to obtain data is the primary data collection consisted of observation, interviews, and documentation, as well as the study of literature.

From the results of research conducted at PT. Jawa Furni Lestari, the authors conclude that PT. Jawa Furni Lestari has implemented Activity Based Costing System with good and sufficient. In the calculation of the cost of production the company earned Rp chevet. 234,000, small collone Rp. 484 100, big collone Rp. 537,000, furniture TV Rp. 658 190, buffet Rp. 1.07425 million, commode Rp. USD 953 525 and a console table. 634 320. While using Activity Based Costing System chevet obtained the production cost of Rp. 226 109, small collone Rp. 469 820, big collone Rp. 520,000, furniture TV Rp. 637 301, buffet Rp. 1,037,035, commode Rp. USD 925 525 and a console table. 616 820. The authors suggest that in the future the company can maintain consistency in using Activity Based Costing System in determining the cost of production of each order.

Keywords: *Cost of production, Activity based costing system*