THE EVALUATION OF REVENUE CYCLE AND INTERNAL CONTROL OF PT. INDO ABADI SARIMAKMUR

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Abstract

Objectives The main purpose of this thesis is to evaluate the revenue cycle and proper internal control process in PT. Indo Abadi Sarimakmur by using AIS theory and standards. This thesis also offers recommendation for improving company’s revenue cycle and internal control.

Method The method used in this thesis is by having interview with related department and direct observations in the office and factory, also through literature research from books and journals that are related to the topic.

Results PT. Indosar has to improve on its internal control and properly maintaining the control over time; through proper credit authorization, segregation of duties, supervision, and adequate documentation.

Conclusion This research found a few weaknesses in PT. Indosar’s revenue cycle and internal control. Implementation of AIS standards and proper maintenance of control can help to improve current controls.

Keywords Accounting Information System, Revenue Cycle, Internal Control System, Thread and Control, Sales Order Procedures, Cash Receipt Procedures