



SIMPOSIUM ILMIAH AKUNTANSI 6

FINANCIAL REPORTING PRACTICES AT UMKM RAM KELAPA SAWIT PEMATANG SIKU JAYA : AN ANALYSIS BASED ON SAK EMKM

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ABSTRACT

Micro, Small and Medium Enterprises (MSMEs) hold an important role in the Indonesian economy. However, many MSMEs have not implemented good and correct accounting practices, which makes financial reporting difficult. Therefore, it is very important for MSMEs to implement the preparation of financial statements based on SAK EMKM. The purpose of this study is to determine how SAK EMKM is used to prepare financial statements at Pematang Siku Jaya Palm Oil Ram. Data collection is done through interviews, observation, documentation, and literature study. The data analysis used is qualitative descriptive analysis. The results showed that Pematang Siku Jaya Palm Oil Ram MSMEs have not used SAK EMKM to prepare their business financial statements so that the financial statements of Pematang Siku Jaya Palm Oil Ram do not provide adequate information about their business operations and profits. This is due to a lack of human resources who do not understand how to prepare financial reports in accordance with SAK EMKM. Therefore, researchers are trying to help MSMEs Ram Kelapa Sawit Pematang Siku Jaya by creating and presenting financial reports based on SAK EMKM in accordance with the theory and relevant accounting cycle information.

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INTRODUCTION

Micro, Small, and Medium Enterprises (MSMEs) are one of the business sectors that are mostly carried out by the Indonesian people. MSMEs are engaged in trade and have a significant influence to develop employment areas and help the government in reducing the current unemployment rate.

Employment areas and assist the government in lowering the current unemployment rate. It is important to support these businesses to stay operational and thrive so that they can grow their business and improve the economy in a sustainable manner. Often, MSMEs face difficulties when running their business operations. Financial preparation and management is one of the successes of MSMEs, but poor financial statement preparation is their main problem. This is due to the fact that small, medium, and large enterprises (MSMEs) reporting in Indonesia usually record the amount of products received and issued, as well as the amount of products bought and sold, and the amount of receivables and payables without using current accounting standards, which can directly impact various businesses across Indonesia. With business growth, MSMEs must create financial statements that meet applicable accounting standards. The financial statements themselves can be used for performance evaluation. SAK EMKM is a stand-alone financial accounting standard that can be used by entities that are unable to prepare financial statements properly. To increase the ease of preparing financial reports for small and medium-sized companies, the Financial Accounting Standards Board of the Indonesian Accounting Association (DSAKIAI) ratified SAK EMKM on October 24, 2016. The purpose of SAK EMKM in effect on January 1, 2018 is to help small and medium enterprises (MSMEs) make easier financial reports (Indonesian Institute of Accountants, 2016). For MSME players, the preparation of SAK EMKM financial statements is easier and simpler because the

assets and liabilities amounted to acquisition cost and recording is done at cost. SAK EMKM consists of three financial statements: notes to the financial statements, statement of financial position, and income statement. Therefore, the issuance of SAK EMKM will make it easier for MSME players to prepare their financial statements. The pematang siku palm oil ram is one of the small and medium enterprises (MSMEs) engaged in selling palm oil. This palm oil ram is the first ram business of Mr. Tukimin in 2020 which is located on Jln. Lintas Sekapas Kec, Rantau Kopar. This palm oil Ram MSME has been established for 3 years, it can be seen that until now the Pematang Siku Jaya Palm Oil Ram MSME has not compiled financial reports on its business, but this MSME only compiles cash receipts and cash expenditure reports every month. This is because human resources have limitations and do not understand the preparation of financial reports. As a result, they cannot provide adequate information about their business operations and business profits, while financial reports can provide benefits and evaluate MSMEs on their business development. Therefore, in accordance with the applicable SAK EMKM, Pematang Siku Jaya Palm Oil Ram MSMEs must implement and evaluate their business performance when preparing financial reports. This is done so that the business can develop, its operational activities can be evaluated. Can controlled well, and they can use the information in the financial statements as a basis for making decisions about how their business will develop.

LITERATURE REVIEW

According to Mangopa et al., (2020) Micro, Small, and Medium Enterprises (MSMEs) are one type of business that drives the Indonesian economy. MSMEs consist of three main groups of businesses: Micro, Small, and Medium. The Indonesian Institute of Accountants, (2016) states that financial statements are part of the financial reporting method in accounting. A complete financial report usually consists of a balance sheet, income statement, statement of changes in financial position, notes, and explanatory material. Financial statements are not only useful for testing, but can also be used to determine and assess the financial condition of a company. Financial Accounting Standards for Entities Without Public Accountability (SAK ETAP) and the characteristics stipulated in Law Number 20 of 2008 concerning Micro, Small and Medium Enterprises (MSMEs) are stand-alone accounting standards that can be used by entities that meet the definition of entities without significant public accountability. SAK EMKM is an easy and simpler financial accounting standard compared to SAK ETAP because SAK EMKM compiles transactions that are commonly carried out by an MSME (Nuvitasari et al., 2019).

RESEARCH METHODS

This research was conducted at Pematang Siku Jaya Palm Oil Ram which is located at Jln. Lintas Sekapas, Bagan Cempedak Village, Rantau Kopar District, Rokan Hilir Regency. In this study researchers used primary data sources. The type of data used in this research is qualitative about the condition of Pematang Siku Jaya Palm Oil Ram MSMEs. The main source of qualitative data for this research is Mr. Tukimin, the current owner of MSMEs, This research uses quantitative data from purchase, sales, and recording of cash receipts and disbursements during 2022 at UMKM Ram Kelapa Sawit Pematang Siku Jaya. The data collection techniques used by researchers are interviews, observation, documentation, and literature study.

RESULTS AND DISCUSSION

The results of interviews conducted by researchers with business actors in the Pematang Siku Jaya Palm Oil Ram MSMEs show that the company's financial records are still carried out

manually and simply, which do not meet accounting standards. This is due to a lack of human resources, who do not have adequate knowledge of how to prepare financial reports, so they cannot provide adequate information about the company's operational activities and company profits. The following is a report on existing cash receipts and disbursements from the Pematang Siku Jaya Palm Oil Ram small and medium enterprises (MSMEs) as follows:

Table.1
Ram MSME Cash Receipts and Expenditures Report Palm Oil
Pematang Siku Jaya

PALM OIL RAM PEMATANG SIKU JAYA CASH RECEIPTS AND DISBURSEMENTS REPORT		
Period December 2023		
<hr/>		
+ Cash Receipt Report		
Description	Total	
Sales	Rp. 9.936.000.00	
	0	
Receipt of Receivables	Rp. 120.000.000	
Total Cash Receipts		Rp. 10,056,000,000
 Cash Expenditure Report		
Purchase	Rp. 8.280.000.00	
	0	
Equipment	Rp. 1.800.000	
HDL Road Money	Rp. 162.000.000	
Electricity Cost	Rp. 2.400.000	
Employee Salary	Rp. 24.000.000	
Buy Employee Rice	Rp. 36.000.000	
Vehicle Servicing	Rp. 25.200.000	
Beba Rent a Car	Rp. 15.600.000	
Total Cash Expenditure		<u>(Rp.8,547,000,000)</u>
TOTAL NET INCOME		Rp. 1,509,000,000
<hr/>		

Source: UMKM Ram Kelapa Sawit Pematang Siku Jaya

In this study, a design format for preparing financial statements in accordance with SAK EMKM is given, which can also be used by Pematang Siku Jaya Palm Oil Ram MSMEs to prepare their own financial statements. The financial statements prepared by researchers are as follows:

1. Profit and Loss Statement of Pematang Siku Jaya Palm Oil Ram MSMEs

(The income statement, also known as the Profit and Loss Statement, is a company's financial statement prepared during an accounting period that explains the income and expenses that have been recognized during that period, unless otherwise specified by SAK EMKM. SAK EMKM

regulates changes in accounting policies and the effects of corrections or errors. These changes are presented as past adjustments to prior periods and as part of profit or loss. loss during the period in which the change occurred. This income statement presents revenue, financial expenses, tax expenses, and profit or loss, or net income. The following is an income statement that has been prepared by researchers at the Pematang Siku Jaya Palm Oil Ram MSME, business revenue of Rp. 10,056,000,000, c o s t of goods sold of Rp. 8,281,800,000, so it can be seen that the amount of gross profit is Rp. 1,774,200.000, (salary expenses of Rp. 24,000,000, rice purchase expenses of Rp.36,000,000, HDL road expenses of Rp. 162,000,000, electricity expenses of Rp. 2,400,000, car service expenses of R p . 25,200,000, and car rental expenses of Rp. 15,600,000,) and net profit of Rp. 1,509,000,000.

Table.2
Profit and Loss Statement of Pematang Siku Jaya
Palm Oil Ram MSMEs

PALM OIL RAM PEMATANG SIKU JAYA			
PROFIT/LOSS STATEMENT			
Period December 2023			
INCOME			
Business IncomeRp	.	10,056,000,000	
Other Income	Rp.	-	
TOTAL INCOME			Rp. 10.056.000.000
HPP			(Rp. 8.281.800.000)
GROSS PROFIT			Rp. 1.774.200.000
LOADS			
Salary Expenses	Rp.	24.000.000	
Buy Rice	Rp.	36.000.000	
HDL Road Money	Rp.	162.000.000	
Electricity Free	Rp.	2.400.000	
Car Service Load	Rp.	25.200.000	
Car Rental Expenses	Rp.	15.600.000	
TOTAL LOAD			(Rp. 265.200.000)
			Rp.1.509.000.000
NET INCOME			

Source: Data processed, 2024

2. Pematang Siku Jaya Palm Oil Ram MSME Statement of Financial Position

A statement of financial position, also known as a balance sheet, is a list of a company's assets, liabilities, and equity that shows their financial position. This statement of financial position is organized in the form of a staffet, with balances on the side of the credit and debit columns. Because the shape extends downward, this staffet shape is usually referred to as a vertical shape. Based on the results of interviews with the owner of the Pematang Siku Jaya Palm Oil Ram MSME, namely Mr. Tukimin, data processing in the Pematang Siku Jaya Palm Oil Ram MSME with

total assets (cash, accounts receivable, land, HDL 1 car, HDL 2 car, scales, building, platform, iron tojok, and axe) amounting to Rp. 1,909,000,000, the total liabilities of this MSME are Rp. 0 because the owner of the umkm does not have business debt or bank debt and total equity (capital and profit for the current year) and liabilities of Rp. 1,909,000,000, _.

Table.3**Pematang Siku Jaya Palm Oil Ram MSME Statement of Financial Position**

PALM OIL RAM PEMATANG SIKU JAYA STATEMENT OF FINANCIAL POSITION		
Period December 2023		
ASSETS		
Cash	Rp.	247.800.000
Receivables	Rp.	170.000.000
Land	Rp.	80.000.000
HDL Car 1	Rp.	50.000.000
HDL 2 Car	Rp.	120.000.000
Scales	Rp.	175.000.000
Building	Rp.	35.000.000
Platform	Rp.	375.000.000
Iron Tojok	Rp.	750.000
Axe	Rp.	450.000
TOTAL ASSETS	Rp.	1.909.000.000
LIABILITIES & EQUITY		
LIABILITIES		
Accounts Payable	Rp.	-
Bank Debt	Rp.	-
TOTAL	Rp.	-
LIABILITIES		
EQUITY		
Business Capital	Rp.	400.000.000
Profit for the Year	Rp.	1.509.000.000
AMOUNT OF EQUITY	Rp.	1.909.000.000
TOTAL LIABILITIES & EQUITY	Rp.	1.909.000.000

Source: Data Processed,
2024

3. Notes to the Financial Statements of UMKMR Ram Kelapa Sawit Pematang Siku Jaya

Notes to Financial Statements contain an explanation that the financial statements have been completed on the basis of SAK EMKM, a summary of accounting policies and additional information, as well as details of certain accounts that explain important and material transactions. This is intended to help users understand the financial statements better. These

types of additional information and details are presented based on the entity's business type. MSME companies of Ram Kelapa Sawit Pematang Siku Jaya have not prepared financial statements because they do not understand the information presented in the financial statements. The financial statements of MSMEs of Ram Kelapa Sawit Pematang Siku Jaya were prepared by researchers because in the financial statements, all accounts are shown.

Table.4
Notes on Financial Statements of Palm Oil Ram MSMEs Pematang Siku Jaya

PALM OIL RAM IN PEMATANG SIKU JAYA NOTES ON THE REPORT FINANCE Period December 2023	
1. GENERAL	<p>The Pematang Siku Jaya Palm Oil Ram Entity is one of the MSMEs engaged in the purchase and sale of palm oil. Ram ter- said to be the first ram of Mr. Tukimin's business which was established in the year 2020, since the establishment of the ram, it has been managed by the father himself. Ram Ke- The Pematang Siku Jaya palm oil plantation is located on Jl. Lintas Sekapas, Bagan Subdistrict Coconut tree, Rantau Kopar District, Rokan Hilir Regency, Riau Province. This palm oil is a place to buy and sell fruit bunches from community plantations or farmer coconut palm oil.</p>
2. OVERVIEW POLICY ACCOUNTANCY RECEIVABLES	<p>a. Statement Compliance Report finance arranged Use Standard Accountancy Finance En- titas Micro, Small, And Intermediate.</p> <p>b. Base Compilation Base Compilation report finance is cost historical And use assumption accrual basis, the presentation currency used for the preparation of financial statements dream is Rupiah.</p> <p>c. Receivables Business Receivables business served as big as amount bill.</p> <p>d. Supply Cost supply material standard covering cost purchase And cost transport pem- purchase. Cost conversion includes cost power Work direct And overhead. Fixed overhead is allocated to conversion costs based on production capacity. normal. Variable overhead is allocated to units of production based on use current facility production. Entity use formula cost pers- Diaan average.</p> <p>e. Asset Still Fixed assets are recorded at acquisition cost if the assets are owned directly. law by entity. Asset still depreciated use mode line straight without mark residue.</p> <p>f. Confession Income And Burden Income sale acknowledged when bill published or delivery done to consumer</p>

g. Income Tax

Income tax follows the tax provisions in force in Indonesia.

3. Cash

Cash

31 Januari 2023

Rp.247.800.000

4. ACCOUNT RECEIVABLE

Account Receivable

Rp. 250.000.000

5. Supply**31 Januari 2023****6. RENT PAIN IN ADVANCE**

The Pematang Siku Jaya Palm Oil UMKM does not have any rent to pay.

7. UTANG BANK

UMKM Ram Kelapa Sawit Pematang Siku Jaya does not have any bank debt or business debt.

8. BALANCED EARNING

Net Profit

31 Januari 2023

Rp.1.509.000.000

9. SALES REVENUE

Sales Revenue

31 Januari 2023

Rp.10.056.000.000

10. OTHER EXPENSES**31 Januari 2023**

Salary expenses

Rp. 24.000.000

Electricity Expense

Rp. 2.400.000

Buy Rice

Rp. 36.000.000

HDL Travel Money

Rp. 162.000.000

Car Service Expense

Rp. 25.200.000

Car Rental Expense

Rp. 15.600.000

Amount of load

Rp. 265.200.000

Source: UMKM Ram Kelapa Sawit Pematang Siku Jaya

CONCLUSIONS AND SUGGESTIONS

CONCLUSIONS

Based on the results of research and discussion in this study, the following conclusions can be drawn:

1. The results of financial recording applied by Pematang Palm Oil Ram MSMEs Siku Jaya shows that UMKM Ram Kelapa Sawit Pematang Siku Jaya only prepares cash receipts and expenditure reports every month. This is due to limited human resources who do not understand how to prepare SAK EMKM-based financial statements and can only be done and understood by the owner of the Pematang Siku Jaya Palm Oil Ram MSME in bookkeeping records. The result of using the preparation of SAK EMKM-based financial statements in the presentation of UMKM Ram Kelapa Sawit Pematang Siku Jaya is that in the financial recording process, UMKM Ram Kelapa Sawit Pematang Siku Jaya does not present an income statement, statement of financial position, or notes to the financial statements. This condition may indicate that the information provided to help prepare the financial statements is not used properly.
2. In this study, we found two obstacles in the implementation of the preparation of SAK EMKM-based financial statements: internal factors and external factors. The internal factor is that Pematang siku Jaya palm oil ram MSMEs have not yet implemented the preparation of financial statements, so all documents required for the preparation of financial statements must be carefully scrutinized. External factors are the lack of socialization that introduces. Thus, researchers aim to help MSMEs of pematang siku jaya palm oil ram by designing and presenting financial reports based on SAK EMKM in accordance with the theory and information related to the accounting cycle. The purpose of this research is to gain more insight and produce good, appropriate, and adequate financial statements. Another objective of this research is to ensure that the operational activities of the pematang siku jaya palm oil ram MSMEs.

SUGGESTION

Based on the explanation above, the suggestions that can be given are:

1. 1) It is hoped that the UMKM Ram Kelapa Palm Pematang Siku Jaya will be able to prepare appropriate financial reports with SAK EMKM because preparing financial reports in accordance with applicable standards is a very important thing to pay attention to. Preparing financial reports in accordance with accounting standards can be used to assess a business's financial performance and position more accurately.
2. It is hoped that in introducing SAK EMKM, the local government must carry out intensive outreach and guidance. Apart from that, the local government must also support and supervise the implementation of SAK EMKM so that MSME actors can prepare financial reports in accordance with accounting standards applicable, and the financial reports can be used as consideration in making their business decisions.

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