

Analysis of Accounting Treatment of Fixed Assets

Burhanudin¹, Iskandar^{2✉}

¹Mulawarman University, Samarinda, Indonesia.

²Mulawarman University, Samarinda, Indonesia.

✉Corresponding author: iskandar@feb.unmul.ac.id

Abstract

The purpose of the study is to determine the suitability of the application of fixed asset accounting in the East Kalimantan Police Brimob Unit with PSAP 07 in Government Regulation No. 71 of 2010. Using comparative analysis to compare the success of the applied accounting treatment. Quantitative data types. Secondary data sources. As a result of the research, the fixed assets belonging to the East Kalimantan Police Brimob Unit in the form of land, equipment and machinery, have not fully met PSAP 07. There is a difference in the value of fixed assets presented in several reports regarding fixed assets. However, for fixed assets in the form of networks and other fixed assets have met PSAP 07. The research objective is to determine the suitability of the application of fixed asset accounting at the East Borneo Police Mobile Brigade Corp with PSAP 07 in PP No. 71/2010. Using comparative analysis to compare the appropriateness of the accounting treatment applied. Quantitative data types. The secondary data. The results showed that the fixed assets belonging to the East Borneo Police Mobile Brigade Corp in the form of land, equipment and machinery, did not fully comply with PSAP 07. Differences in the value of fixed assets that were presented in several reports regarding fixed assets. However, fixed assets in the form of networks and other fixed assets have met PSAP 07.

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1. Introduction

The East Kalimantan Police Brimob Unit is a Regional Police Brimob unit based in the city of Balikpapan. The assets are still owned by the East Kalimantan Police Brimob Unit consisting of, land; equipment and machinery; buildings and buildings; networking; and other fixed assets. In reporting its fixed assets, the East Kalimantan Police Brimob Unit uses the SIMAK-BMN application (State Property Management and Accounting Information System) which is run by the Logistics section staff function. Looking at the report on fixed assets belonging to the East Kalimantan Police Brimob Unit as of December 31, 2019, there is a difference in the value of the presentation to the value of the land where the value presented in the State Property Register Report is IDR 116,184,564,900 with a land area of 259,023 m² while the value presented in the Balance Sheet is IDR 61,626,023,000 with an area of 259,023 m².

In PSAP BA 01 paragraphs 63 and 64, Fixed assets are tangible assets that have a useful life of more than twelve months to be used in government activities or used by the general public. Fixed assets consist of: land, equipment and machinery, buildings and buildings, networks, roads and irrigation, other fixed assets, and construction in progress.

It is explained in PSAP BA 07 If the valuation of fixed assets using acquisition costs is not possible, then the value of fixed assets is based on fair value at the time of acquisition. The initial valuation of fixed assets includes, acquisition by purchase, acquisition by self-build, acquisition by exchange, acquisition by combination, and acquisition by donation. Post-Acquisition Accounting Treatment includes the treatment of expenses aimed at fixed assets and depreciation of fixed assets. Termination and Release of Fixed Assets In PSAP 07 paragraphs 77 to 79 explain that a fixed asset is eliminated from the balance sheet when it is released or when the asset is permanently discontinued from use and there is no future economic benefit. Fixed assets that are permanently discontinued or released must be eliminated from the Balance Sheet and disclosed in the Notes to the Financial Statements. Fixed assets that are discontinued from active government use do not meet the definition of fixed assets and must be transferred to another asset post according to their recorded value.

2. Method

Operational Definition and Variable Measurement, the East Kalimantan Police Brimob Unit is a Brimob Unit under the auspices of the East Kalimantan Police which has 3 Pioneer Battalions and 1 Gegana Detachment spread across several areas in East Kalimantan and is centered in the city of Balikpapan. Fixed Assets are all fixed assets owned by the East Kalimantan Police Brimob Unit which are obtained in ready-to-use form or by being built in advance, which are used in carrying out their duties and responsibilities as the Police Brimob, The accounting treatment of fixed assets referred to in this study is the result of work in the form of written reports which include, recognition, assessment, and disclosure of data on fixed assets owned by the East Kalimantan Police Brimob Unit.

The object of the research is a fixed asset owned by the East Kalimantan Police Brimob Unit as of December 31, 2019. Data Type and Source, quantitative data and secondary data. Field research data collection methods and literature studies. Analysis Tool, Government Accounting Standard Statement (PSAP) No. 7 contained in Government Regulation No. 71 of 2010.

3. Results and Discussion

The treatment of fixed assets in the form of land has not fully complied with the Government Accounting Standard Statement (PSAP) Number 07 of 2010 in accordance with Government Regulation Number 71 of 2010. This is due to the difference in the value of the presentation of fixed assets in the form of land, the value presented in the Balance Sheet as of December 31, 2019 is Rp 61,626,023,000 with a land area of 259,023 m² while the value presented in the State Property Registry Report as of December 31, 2019 is Rp 116,184,564,900 with an area of 259,023 m². The difference is because the value of the land presented in the Balance Sheet is the value of the initial acquisition of the land before the reassessment, while the value of the land presented in the Report of the Register of State Property is the value of the land when it has been reassessed.

The accounting treatment of fixed assets in the form of equipment and machinery has not fully complied with Government Accounting Standards (PSAP) Number 07 of 2010 in accordance with Government Regulation Number 71 of 2010. This is due to the disparity in recording the number and value of equipment and machinery in the reports presented. The Annual Consumer Power of Attorney Report recorded a total of 22,390 units of equipment and machinery with a value of IDR 427,972,885,856. The Annual Depreciation of Consumer Power of Attorney Report recorded the number of equipment and machinery of 22,386 with a value of Rp 421,206,360,356 while the State Property Position Report recorded the value of equipment and machinery of Rp 427,606,192,978. This is due to the existence of equipment and machinery units that are not recorded in the Annual User Power of Attorney Depreciation Report, namely 4 units of Binocular Standard with registration code 3.09.02.01.045 and a value of Rp 6,766,525,500 obtained on 20-12-2017.

The treatment of fixed assets in the form of buildings and buildings, networks and other fixed assets has been fulfilled in accordance with the Government Accounting Standard Statement (PSAP) Number 07 of 2010 in accordance with Government Regulation Number 71 of 2010.

4. Conclusion

The treatment of fixed assets in the form of land as well as equipment and machinery belonging to the East Kalimantan Police Brimob Unit for recognition, assessment and disclosure has not fully complied with the Government Accounting Standard Statement (PSAP) Number 07 of 2010 in accordance with Government Regulation Number 71 of 2010. The treatment of fixed assets in the form of buildings and buildings, networks and other fixed assets belonging to the East Kalimantan Regional Police Brimob Unit for recognition, assessment and disclosure is in accordance with the Government Accounting Standard Statement (PSAP) Number 07 of 2010 in accordance with Government Regulation Number 71 of 2010.

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