

What is Cost Accounting?

Cost Accounting focuses on identifying, measuring, analyzing, and reporting cost information primarily for internal users – the company's managers.

The main goal is to help management with:



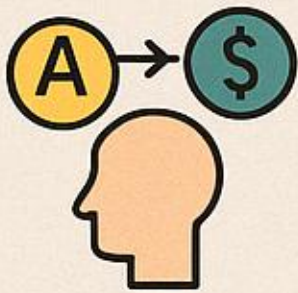
Planning

Setting budgets and financial goals.



Controlling

Monitoring actual costs against planned costs and taking corrective action.



Decision-Making

Choosing between different options, like setting prices, deciding whether to make or buy a component, or investing in new equipment.



Performance Evaluation

Assessing the efficiency of departments, processes, or product lines.