Assistance In Preparing Financial Statements On Umkm Sahabat In Nagori Karang Bangun Huta Iv, Siantar District, Simalungun Regency

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Abstract
The purpose of this community service activity is to provide understanding, skills and knowledge in the preparation of financial statements. This community service was conducted at UMkm Sahabat in Nagori Karang Bangun Huta IV, Siantar District, Simalungun Regency. The method of implementation of this activity is carried out using the method of action research activities. The service team conducted activities consisting of two activities, namely the supply of financial report preparation instruments as well as training workshops on the preparation of financial statements. This assistance is done with a sense of kinship so that this assistance runs smoothly, relaxed, directed and the material remains mastered by partners with interactive discussion mentoring methods

Keywords: Assistance, Financial Statements, UMkm.

I. INTRODUCTION
The development of the people's economic sector in regional autonomy, especially in UMkm gets extra attention from the government, because UMkm are able to have various impacts on the absorption of labor, as well as community income so that this can improve the standard of living of local people. Based on data from BPS, UMkm in Indonesia experience growth every year. In 2010, the number of UMkm was around 52.8 million and in 2018 it increased to 64.2 million businesses. This increase in number brings UMkm as the largest contributor to Gross Domestic Product (GDP) of 60.3% [1]. But in its development, many UMkm are difficult to survive in maintaining the continuity of their business. Most UMkm have not been able to separate between the money used in financial management and the money used in meeting the needs of the family, so that the existing business finances are often combined or combined with family finances. Even many records are not done because it is considered troublesome or because many UMkm do not understand how the process of preparing financial statements [2].

In Nagori Karang Bangun, Siantar District, Simalungun Regency is one of a number of Nagori in Simalungun Regency. In this nagori there are UMkm Sahabat in Nagori Karang Bangun Huta IV, Siantar District, Simalungun Regency which was established since 2010. UMkm produces 2 types of crackers, namely Palembang...
Crackers and Jangek Crackers. UMKM Sahabat already has 60 employees, for the marketing area conducted by UMKM has reached the district of Simalungun, Pematangsiantar, to Aceh and Pekanbaru.

**Partner Issues**

With this condition, UMKM Sahabat in Nagori Karang Bangun Huta IV, Siantar District, Simalungun Regency has been said to be large-scale because it has been considered able to improve the welfare of employees and owners. This problem is in line with that presented by [3], [4] and [5] that the weakness of UMKM is mainly from the financial side, namely that all evidence of existing transactions is not compiled into financial bookkeeping to produce financial statements.

The owner only assumes that by maintaining the quality, the product remains in demand by consumers and the existing cash can be rolled back to buy raw materials, pay the salaries of employees and cover all operational costs. This causes the owner to have difficulty knowing the amount of revenue earned during one accounting period. Based on this background, the team of service is interested in conducting assistance activities in the preparation of financial statements starting from collecting evidence of financial transactions, both in the form of receipts and invoices, journaling to the preparation of financial statements.
External Solutions and Targets

1. Solutions offered
To solve the problems that have been identified and formulated, so that the assistance can run smoothly, as an alternative problem solving, namely the Service Team provides training and assistance in the preparation of financial statements that include: collection of evidence of financial transactions, journaling, posting to the general ledger to the preparation of financial statements. With this assistance activity, it is expected that the owner understands the process of preparing financial statements that have an impact on the development of the partner's business. If the partner still does not understand the material that has been guided, the service team will provide more intensive input and guidance until the partner can properly prepare financial statements independently.

2. External Targets
The service team serves as a companion who provides technical direction and guidance to ensure that partners have compiled financial statements in accordance with SAK EMKM (Financial Accounting Standards of Micro, Small and Medium Entities)

Table 1. Target of Community Service External Achievements

<table>
<thead>
<tr>
<th>No</th>
<th>External Type</th>
<th>External PKM</th>
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<tbody>
<tr>
<td>1</td>
<td>Scientific Publications In International Journals</td>
<td>Journal of Community Service (International Journal Of Community Service)</td>
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<tr>
<td>2</td>
<td>Increased knowledge and understanding of partners and capabilities in the</td>
<td>Able to understand and skilled in compiling reports in accordance with</td>
</tr>
<tr>
<td></td>
<td>process of preparing financial statements in accordance with SAK EMKM</td>
<td>SAK EMKM (Financial Accounting Standards of Micro, Small and Medium Entities)</td>
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<td>(Financial Accounting Standards of Micro, Small and Medium Entities)</td>
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II. METHODS

Stages of activities in the implementation of community service at UMKM Sahabat in Nagori Karang Bangun Huta IV, Siantar District, Simalungun Regency is carried out as follows:

1. Getting Started

The preparation stage is the initial stage before the implementation of the activity. In this stage there are several things that are done, among others:

1) Pre Survey: Identify Problems and Needs of Partners.
2) Team Formation: Team Formation aims to provide solutions to problems and obstacles faced by partners. The team consists of lecturers with various competencies combined to provide solutions in partner problem solving.
3) Proposal Preparation: Proposals are prepared to provide solutions for problems and needs of partners.
4) Coordination between Team and Partner: To plan the implementation conceptually, operationally and job description of each Team and Partner.

![Fig. 2. The Service Team conducted a survey to the location of UMKM Sahabat](image1)

2. Implementation

All implementation activities are carried out at the owner residence of UMKM Sahabat in Nagori Karang Bangun Huta IV, Siantar District, Simalungun Regency. The implementation of the service consists of two activities, namely the provision of financial statement preparation instruments as well as training workshops on the preparation of financial statements.

3. Evaluation

The evaluation of the program is carried out by comparing the state of the partners before and after the program is implemented. The success of the program is demonstrated by a positive change of the partner's situation, namely the improvement of the partner's knowledge, ability and skills in the preparation of financial statements.
III. RESULT AND DISCUSSION

In particular, community service is carried out by providing training on the preparation of financial statements sourced from evidence of financial transactions in UMKM Sahabat in Nagori Karang Bangun Huta IV, Siantar District, Simalungun Regency. Theoretical training and simulation of financial statement preparation starting from simple bookkeeping to the preparation of financial statements conducted on Saturday, June 19, 2021 from 09.00 am to 05.00 pm located at the owner residence of UMKM Sahabat in Nagori Karang Bangun Huta IV, Siantar District, Simalungun Regency. The Service Team involved in Community Service activities is chaired by Elly Susanti, S.Kom, M.Si. with members including Khairul Azwar, S.E., M.Ak., Christine D. Nainggolan, S.E., M.Si, Astuti, S.E., M.Si and Ernest Grace, S.E., M.M.

At the beginning of the meeting, the service team provided brief material on the importance of preparing financial statements for UMKM and then the service team provided examples of simple accounting examples derived from evidence of financial transactions in UMKM to convince UMKM’s owners that compiling financial statements is easy and in accordance with the needs of entrepreneurs. The evidence of financial transactions that are used as examples by the service team is related to the purchase of raw materials, debt installment payments, electricity payments, water and phone credit, receiving sales proceeds, receivables collection and so on.

Furthermore, the service team prepared some proof of transaction used as an example above to be recorded into the form of a journal. Journaling with proof of real transactions is easier for partners to understand, because it is more concrete and logical. After the journal recording is complete, the service team helps partners to post the journal into the general ledger, then present the balance sheet and the preparation of financial statements. This assistance is done with a sense of kinship so that this assistance runs smoothly, relaxed, directed and the material remains mastered by partners with interactive discussion of assistance methods.

IV. CONCLUSION

From community service activities that have been carried out by the service team, it can be concluded that: (1) Community service activities run smoothly in accordance with the original objectives and partners feel the benefits of the service activities that have been carried out by the service team; (2) Community service activities shall be carried out by several lecturers who have different competencies; (3). Increased knowledge and understanding of partners and capabilities in the process of preparing financial statements in accordance with SAK EMKM (Financial Accounting Standards of Micro, Small and Medium Entities); (4) There is a harmonious partnership between the service team and UMKM Sahabat in Nagori Karang Bangun Huta IV, Siantar District, Simalungun Regency independently.
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REFERENCES