

Risks and Countermeasures of Internal Control in Accounting on Today

Yunhe Dong

Youth League Committee of Jiujiang University, Jiujiang University, Jiujiang, 332005, China

Key words: Accounting, Internal control, Risk, Measure.

Abstract. As an important part of internal control, accounting internal control is a process of restraining the economic activities and economic supervision of internal control personnel according to the different environment. The internal control of enterprise accounting will develop with the development of economy, with the improvement of business management mechanism. Only within the enterprise for effective management and control, in order to effectively ensure the effective development of corporate finance. This paper analyzes some of the risks existing in the internal control of enterprise development accounting, and puts forward the corresponding effective countermeasures.

The basic concept of internal control

Internal control refers to the internal organization of various organizations in the economic activities of the establishment of a mutually restricted business organization and division of responsibilities system. Generally by the enterprise leaders and management at all levels and all employees to implement, reasonably protect the enterprise to achieve the basic objectives of a series of control activities. In other words, if a unit wants to achieve its business objectives, it is necessary to know how to protect the integrity of the assets and the reliability of accounting information, to establish a set of operations to ensure that companies can implement the policy, to ensure that the unit Business activities can be carried out effectively. Let the enterprise consciously do a self-adjustment within the enterprise, self-restraint, self-evaluation and self-control of a general term.

At the very beginning, the internal control is only to protect the security of the property and the reliability of the accounting information, only focus on the financial control and procedures in charge and other aspects of effective control. However, with the rapid economic development, economic activities have become increasingly complicated, and slowly developed into a corporate internal control management system, the internal environment, investment risk, accounting information monitoring and other aspects of strict supervision.

The role of internal accounting controls

Since the reform and opening up, China's national economy has grown rapidly. But in the rapid economic development at the same time, but also many can not be ignored is that the increasingly complex economic situation, the management of the situation is not strict with the time exposed, some business people committing things happen from time to time. Naturally became the focus of social concern. The purpose of accounting internal control is to protect the safety of corporate assets, assuming that enterprises have a more complete internal control system, you can play the following four roles:

- 1). Internal control system can be through a variety of control means to protect the integrity of property and materials to prevent waste, corruption and some unreasonable situation;

- 2). According to the accounting data can clearly understand the business situation, can effectively predict the future development of enterprises, but also in the handling and implementation of business, so that a reasonable division of labor to prevent errors and defects occur, can effectively improve the accounting The reliability and accuracy of the information;
- 3). Some relevant laws and regulations formulated by the state require enterprises to establish a reasonable internal control system, effectively within the enterprise constraints, to comply with the country's financial records, the effective realization of the state's macro-control of enterprises;
4. Implementation of the internal control system, to improve the division of labor responsibilities; perform their duties at the same time, to ensure efficient business efficiency.
- 5). The ultimate internal control is to promote enterprises to achieve development strategy. Enterprises must be combined with the interests of enterprises, to make business management and enhance the value of enterprises to create a strategic choice. To be good at customer service enterprises to pursue the difficulties encountered, to be good at the rational use of resource allocation, to be good at the value of the funds to achieve maximum efficiency. Enterprises only to form such a good sense, will be in the future development of the road farther and farther.

Limitations of accounting internal control

With the continuous improvement of China's economic system, enterprise system has also been greatly affected, the internal staff in the standard accounting behavior at the same time to know how to improve the treatment of accounting information. Accounting internal control in the enterprise has a very important role, but still subject to many restrictions.

Constraints on controlled targets

The internal control is generally compatible with the control objectives. If the control scale exceeds the preset target, you should avoid unnecessary control. On the contrary, if the control target is achieved, it means that the control scale is limited. Under normal circumstances, accounting control should ensure that the target can be achieved. (1) is conducive to business managers to achieve the proposed business strategy and objectives. (2) to protect the safety and integrity of internal assets, to avoid unnecessary loss of assets caused by waste. (3) to ensure that the financial business information accounting information authenticity and legitimacy.

Accounting internal control is affected by the size of the enterprise

The size of the enterprise will directly affect the size of the internal control of accounting, for small businesses, the shareholders can directly participate in business projects, from the establishment of management and management process to manage the work within the enterprise; and large enterprises is necessary The establishment of a strong set of internal control management provisions of the enterprise to carry out scientific risk prevention to ensure the realization of the goal.

Subject to the principle of cost-effectiveness

Enterprise management should be good at weighing the severity of the management of internal control, not because the efficiency is too low, and the implementation of internal control management opportunities.

Out of control on exceptions

The enterprise will change due to the influence of the business environment and the business system. Some units set the internal control of the amount of business is designed for some conventional business, but because of the existence of economic changes in the form, in order to protect the viability and competitiveness of enterprises, we must learn to adjust the internal management strategy to deal with conventional business Outside the business. To avoid the critical moment leading to the

original system of the new business lost management role. This situation will hinder the development and progress of the enterprise.

The implementation of internal control depends entirely on the quality of the staff

Enterprise management should ensure that employees within the enterprise have the professional ability and good professional ethics, otherwise it may affect the implementation of accounting internal control. In order to be the goal of corporate accounting internal control normal compliance, it should be protected, not because of small loss.

Problems in the Internal Control of Enterprise Accounting

The rapidly changing market economy exacerbates the competition between enterprises, high-tech applications to the enterprise to bring a new risk, if companies want to have a place in today's market, we must strengthen management and improve business efficiency. To be fully aware of the importance of control within the enterprise. All enterprises in the course of economic activities will face different risks and adjustments, so business leaders should have to guard against the awareness of risk, to avoid business difficulties, which will greatly inhibit the development of enterprises.

Accounting internal environment is complex

With the increasingly developed technology, the use of computers is getting higher and higher and spread to every industry. Therefore, the enterprise environment in the traditional accounting internal control, some engaged in accounting workers or manually calculate the input data, rather than using computer input. The use of computers to bring a lot of convenience to the people, business workers should be able to use this new way to improve work efficiency, which can not only accept the time, but also reduce the work of the error. While new ways to improve productivity, but compared with the old way workers are more likely to rely on the machine, if the machine during work failure will reduce the efficiency.

The system is unreasonable

The internal control of enterprises can be accurate internal control of the enterprise, the current enterprise accounting internal control system is not reasonable, in the process of management, many managers will be errors and deficiencies, coupled with corporate executives on the internal control management is not enough Strict, the system can not be involved in all aspects, which will lead to enterprises in the work to carry out blocked.

Enterprise supervision is imperfect

In the enterprise management enterprises at the same time if there is no complete and reasonable way to manage the internal management, will lead to accounting control and regulatory constraints, resulting in business managers out of control, will result in asset loss, performance decline and so on.

Enterprise restructuring

At present, in order to allow enterprises to adapt to the development of modern economy, reform the enterprise system is necessary. But if the business people to reform the center on the property rights reform, ignoring the construction of related issues, will lead to more harm than good.

The financial system needs to be improved

Some of our enterprises on the implementation of enterprise financial system is generally good, but in fact there are still a series of problems, most of the practice is to the original financial managers promoted, this approach is difficult to be other employees Accept, not only the lack of authority, it is difficult to manage the internal staff.

Staff quality

To avoid the system aside, corporate accounting internal control and internal staff relations are also very close. Although many people's professional performance is not ideal, in the course of practice there is no older staff skilled, which will affect the performance of the work to enhance. Therefore, the level of internal management in the accounting itself is a big problem, without attention will cause unbearable consequences.

Countermeasure of Establishing Internal Control of Enterprise Accounting

How to improve the internal management of corporate accounting control, is every enterprise should pay attention to the problem. The relevant state departments have also introduced a number of related control measures to monitor the establishment of a sound enterprise internal control system. In addition to the provisions of the provisions of the state, but also from the following aspects solve the above problems.

- 1). Raise managers' awareness of internal control. Business managers should have a professional accounting knowledge to improve the proposed internal control system of accounting. The internal staff should focus on the thinking of enterprise managers, learn to humbly learn from other outstanding enterprises to learn management ideas, and in the implementation of accounting internal control management at the same time a positive understanding of the benefits of accounting internal control and role. Business leaders should be good at improving their own professional knowledge to the internal management of the leaders of the training and ideological management, in the continuous exchange of learning, to promote their internal management of accounting is only level and professional to listen to the increase in the future accounting Internal control work can play a leading role.
- 2). Improve the internal control system. A good business to know how to learn from each other to improve the quality of enterprises. In order to enable enterprises to lasting and stable development, we must ensure that the internal capital adequacy, so in improving the internal control system is essential. Enterprise management is to follow the people-oriented management philosophy, managers can start from the enterprise employees to start, as far as possible to meet the reasonable requirements of employees, to be kind to employees, not harsh staff, at work to actively encourage employees, Human management will promote the positive work of employees, and then allow enterprises to orderly development. According to the situation of enterprises clearly within the enterprise rules and regulations, as far as possible ensure that the development of enterprises to achieve the desired results. Only through this, it can improve the corporate environment in order to strengthen the internal control of corporate accounting on the positive impact of the enterprise.
- 3). Business managers have a binding function of the enterprise, enterprises can change the old physique completely rely on the correct leadership of business managers, to eliminate some of the same position in order to improve management efficiency.
- 4). Build effective financial management. The financial budget, as the basis of financial management, can clearly reflect the details of the income and expenditure of the various living activities in a certain period of time. Through the budget analysis, the financial budget can strengthen the reliable foundation and let the employees have hope for the realization of the value-added target.
- 5). Improve the authority of financial leadership. Confirm the regulatory power of financial leaders, to strengthen the authority of financial leaders, so that the interests of financial leaders from the interests of enterprises, strengthen the financial leaders to regulate the behavior of Kia employees.
- 6). Internal audit remains independent. The internal audit staff of the company's staff, unlike other accountants as independent, if the enterprise can be an independent audit team composed of independent audit team may be able to more objective audit of internal accounts.

Conclusions

All in all, with the social reform and the development of the times, the internal environment and the external environment of the enterprise also change. Take the above effective measures to allow enterprises to establish a set of efficient internal control system of accounting, internal staff to work in an orderly manner, enterprises in the future fierce competition in the market to get better and faster development. But because at this stage many companies are still in the primary stage of development, many of the regulations and control system is not perfect, did not learn some of the lessons of the past and some foreign excellent management experience. Therefore, in the development of accounting internal control on this road but also a lot of exploration of new roads, enterprises also need some experienced new blood, to the development of enterprises and the rich economic benefits to contribute. So that in the future fierce and brutal competition in the market, a place.

References

- [1] Yu Quan. Current Risks and Countermeasures of Internal Control in Accounting. *China's collective economy*, 2017,(05):109-110.
- [2] Wang Liwei. On the Risks and Countermeasures of Internal Control of Enterprise Accounting. *Modern economic information*,2013,(21):312-313.
- [3] Guo Mukun. Research on the Risks and Countermeasures of Enterprise Accounting Internal Control. *Shopping mall modernization*,2013,(15):163.
- [4] Zhang Jianhong. On the Risks and Countermeasures of Internal Control of Enterprise Accounting. *Financial economy*,2012,(18):214-215.