

ECONOMY AND NATIONAL ECONOMY MANAGEMENT

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FEATURES OF DETERMINATION OF NET COST OF BASIC TYPES OF AGRICULTURAL PRODUCTS

The basic features of production of agricultural goods are determined, a sequence, features of determination of agricultural unit and way of its cost decline are examined in the article.

The main aim of business operation regarding to agricultural industry is providing of its stable development, which can be achieved subject to permanent search and realisation of measures to increase economic effectiveness rate of management. One of the important indicators, which influence on effectiveness of industrial and economic activity of agricultural enterprise or its structural subdivisions, is a net cost that displays current costs relating to production and sales of agricultural products. Thus, questions of net cost determination of single types of agricultural products, planning and analysis of this industry with the purpose of search and realisation of measures to reduce costs rate need a steady and top-priority research because results of

enterprise activities and its economic and social development depend on it to a considerable degree.

The main methods to determinate net cost of production unit are the following: direct charging to the proper types of products; withdrawal of incidental output costs in sum total in money terms; allocation of cost between products types proportionally to quantitative value of one of the main characteristics, common to all receiving production types; ratio method; proportional and combined methods. Furthermore, net cost of crop production unit depends on crop capacity and expenses on 1 ha of area under crop, and in the cattle breeding it depends on the productivity and expenses per 1 head. Thus, every enterprise should foresee certain measures for carrying out regime of economy, enhancing of crop capacity and cattle breeding productivity. It would promote production competitive recovery and socio-economic development of agricultural enterprise.