

## **FEATURES OF ACCOUNTING AND DISTRIBUTION OF MANUFACTURING OVERHEAD COSTS**

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Accounting and distribution of manufacturing overhead costs is a difficult process and has an important place in the course of the company engaged in the production of goods (works, services).

Overhead costs are costs for the organization of the production process and management of divisions, departments, brigades, costs of maintenance and operation of general-purpose machinery and equipment, buildings and structures that cannot be directly attributed to specific facility costs.

The information about costs provided to management influences further managerial decision-making and determining financial results.

Thus, data on production costs (including overhead) is the main source of identification of reserves to reduce the cost of goods (works, services) and improve profitability through constant and continuous control of material, labour, and financial resources.

That is why the correct approach to an accounting of manufacturing overhead costs and the choice of the necessary base of its distribution – important condition of effective functioning of each manufacturing enterprise.

The article examines the features of accounting and the problem of the choice of the base of distribution of manufacturing overhead costs.