



**THE IMPACT OF COMPUTERIZED ACCOUNTING SYSTEMS
ON THE QUALITY OF FINANCIAL REPORTS OF
ORGANIZATIONS IN JAFFNA DISTRICT**

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ABSTRACT

The recent development of information technology has had a dramatic influence on accounting information system; computers become smaller, faster, easier to use and less expensive leading to the computerization of accounting system. This study aims to investigate the impact of computerized accounting systems on financial reports of Organizations in Jaffna district. Most organizations in Jaffna District, are pre occupied with emergencies, diseases, illiteracy and poverty to the extent that investing for the future becomes a luxury, overreliance on external funding is rampant and most Organizations will soon find themselves irrelevant in other equally important area.

The main instrument of data collection was the questionnaires. Quantitative data was analyzed using both descriptive and inferential analysis. Data were collected through the ended questions and analysis of documents was analyzed qualitatively through content analysis. The sample for the study consisted of 129 organizations operating in Jaffna district; selected through proportional Stratified Random Sampling method. The variable factored in the multivariate regression model, Analysis of Variance and Percentages. Collected data was analyzed using descriptive statistics and regression analysis. The finding of this study computerized accounting system is high level in quality of financial reports. Impact of the computerized accounting systems on the quality of financial reports of organizations in Jaffna district. Relationship between quality of financial reports and computerized accounting systems of organizations in Jaffna district. According to the data, it was found that there is a positive relationship between Quality of financial reports and computerized accounting systems of organizations in Jaffna District. The study recommends that in order to ensure that the organizations have quality financial reports; they should invest on computerized accounting systems to improve the hardware, software, network communication, system security and internal control of the financial reports of organizations. This study has critically reviewed the approached that makes the computerized accounting system more reliable and efficient, from the previous studies. The aim here is to learn more about the influence and role played by accountant in their decision through computerized accounting system.

Keywords: Quality of financial reports, Computerized accounting system, Internal control

TABLE OF CONTENTS

Acknowledgement	i
Abstract.....	ii
Abbreviations.....	iii
Table of Contents.....	iv
List of Tables	ix
List of Figures.....	xi
1. Chapter One - Introduction	
1.1. Background of the Study	01
1.2. Problem Statement.....	03
1.3. Research Questions.....	03
1.4. Objectives of the Study.....	04
1.5. Significance of the Study.....	05
1.6. Scope of the study.....	05
1.7. Summary.....	06
2. Chapter Two- Literature Review	
2.1. Chapter Introduction.....	07
2.2. Accounting.....	07
2.2.1 Role/Functions of accounting.....	08
2.3. Accounting System	09
2.3.1 Manual Accounting System and its Shortcomings	09
2.3.2 Computerized Accounting Systems	11
2.4. Quality of financial reports	13
2.5. Internal control system.....	14
2.5.1Control environment.....	15
2.5.2Risk assessment	15
2.5.3Control activity	15
2.5.4Information and communication.....	16
2.5.5Monitoring	16
2.6. Empirical review.....	16
2.6.1 International evidence	16

2.7. Importance of Computerized Accounting System	17
2.7.1. Time and Cost Savings	17
2.7.2. Organization and Accuracy.....	17
2.7.3. Storage and Speed.....	18
2.7.4. Distribution	18
2.8. Financial Reporting.....	18
2.8.1. Importance of Financial Reporting	19
2.9. Problems and Controls of computerized Accounting System	20
2.9.1. Challenges Encountered with the Use of Computerized Accounting Systems	20
2.9.2. The Influence of Computerized Accounting System on Financial Statement Processing	21
2.11. Summary.....	21
3. Chapter Three- Conceptualization and operationalization	
3.1. Chapter Introduction.....	22
3.2. Conceptualization	22
3.2.1. Conceptual Framework.....	23
3.3. Quality of Financial Reporting	24
3.3.1. Relevance.....	24
3.3.2. Understandability.....	24
3.3.3. Reliability.....	24
3.3.4. Timeliness.....	24
3.4. Computerized Accounting Systems.....	24
3.4.1. Hardware.....	25
3.4.1.1. Speed.....	25
3.4.1.2. Storage	25
3.4.2. Software	25
3.4.2.1. Software system.....	26
3.4.2.2. Software application	26
3.4.3. Network Communication.....	26
3.4.3.1. Server	26
3.4.4. System Security	26
3.4.4.1.Policies.....	27
3.4.4.2. Physical Security.....	27

3.4.4.3. Authentication.....	27
3.4.4.4. Virus protection	27
3.4.4.5. Backup	28
3.4.5. Internal Control System	28
3.4.5.1. Control Environment	28
3.4.5.2. Risk Assessment	28
3.4.5.3. Information and Communication	28
3.4.5.4. Control Activities.....	29
3.4.5.5. Monitoring	29
3.5. Operationalization.....	29
3.5. Summary.....	30
4. Chapter Four - Methodology	
4.1. Chapter Introduction.....	31
4.2. Research Design	31
4.2.1. Purpose of the study.....	31
4.2.2. Types of Investigation.....	31
4.2.3. Extent of researcher interference with the study.....	31
4.2.4. Study setting.....	32
4.2.5. Unit of analysis	32
4.2.6. Time horizon.....	32
4.3. Sampling Design.....	32
4.4. Data collection.....	33
4.5. Method of data presentation	34
4.6. Method of Data Analysis and Evaluation.....	34
4.7. Descriptive Statistics	34
4.7.1. Univariate Analysis.....	34
4.7.2. Bivariate Analysis.....	35
4.7.3. Multivariate regression analysis	36
4.7.4. Hypothesis of the Study.....	36
4.8. Summary	37
5. Chapter Five - Data Presentation and Analysis	
5.1. Chapter Introduction.....	38
5.2. Data presentation	38
5.3. Analysis of Reliability and Validity of the Instruments	38

5.4. Personal Information.....	39
5.4.1 Analysis of number of respondents.....	39
5.4.2. Frequency Distribution Analysis of respondents by their Characteristic of Organizations.....	41
5.4.2.1 Types of Organization.....	41
5.4.2.2 The organizations established.....	42
5.4.2.3 Wen Use of the Organization Computerize systems.....	43
5.4.2.4 The organizations using Computerized accounting software package.....	44
5.4.2.5. The factor influencing to choose the appropriate accounting software packages in organizations.....	45
5.4.2.6. The influenced on decision to established accounting software in organizations business.....	46
5.4.2.7. The security system using in your firm to protect the accounting software in organizations.....	47
5.4.2.8. Training programs are organized for the accounting staff on how to operate these software packages in organizations.....	48
5.5. Univariate Analysis.....	49
5.5.1. Descriptive analysis for dependent variables.....	49
5.5.1.1. Quality of financial reports.....	49
5.5.2. Descriptive analysis for independent variables.....	50
5.5.2.1. Hardware.....	50
5.5.2.2. Software.....	50
5.5.2.3. Network Communication.....	51
5.5.2.4. Systems Security.....	52
5.5.2.5. Internal Control System.....	52
5.6. Bivariate Analysis.....	53
5.6.1. Correlation analysis for independent and dependent variables.....	54
5.6.1.1. Relationship between Hardware and Quality of financial reports.	54
5.6.1.2. Relationship between Software and Quality of financial reports.....	54
5.6.1.3. Relationship between Network communication and Quality of financial reports.....	55

5.6.1.4. Relationship between System security and Quality of financial reports.....	55
5.6.1.5. Relationship between Internal control and Quality of financial reports.....	56
5.6.1.6. Relationship between Computerized accounting system and Quality of financial reports.....	56
5.6.2. Multiple Regression Analysis.....	57
5.6.3. Test of Hypothesis.....	59
5.7. Summary.....	61
6. Chapter Six - Discussion	
6.1. Chapter Introduction.....	62
6.2. Discussion.....	62
6.2.1. Discussion of Objective One.....	64
6.2.2. Discussion of Objective Two.....	66
6.2.3. Discussion of Objective Three.....	67
6.2.4. Discussion of Objective Four.....	70
6.3. Summary of the hypothesis results.....	70
6.4. Summary.....	70
7. Chapter Seven- Conclusions and Recommendations	
7.1. Chapter Introduction.....	72
7.2. Conclusion.....	72
7.2.1. Conclusion of Objective One.....	72
7.2.2. Conclusion of Objective Two.....	74
7.2.3. Conclusion of Objective Three.....	75
7.2.4. Conclusion of Objective Four.....	76
7.3. Recommendation.....	76
7.3. Future Research.....	76
7.4. Limitation of the study.....	76
7.5. Implications of the study.....	77
7.6. Summary.....	78
References.....	79
Appendix- Questionnaire.....	84