

Abstract

It is known that many institutions face problems pertaining to observation, inadequate, expensive and unplanned exploitation of its material and financial resources, and this increases the burden on the institution reflected on its performance and its inability to realize its planned aims.

The research has a number of hypotheses:–

- The application of the responsibility accounting system contributes greatly to the observation process and to good utilization of material and financial resources.
- The non-application of the responsibility accounting system negatively .
- The system of responsibility realizes a high quality in administering resources, and in the efficiency of utilizing these resources.

The researcher uses the analytical descriptive approach in collecting and analyzing data from primary and secondary resources. The research aims at reviewing the appropriate means for administering and better employment of resources. The research comprises four chapters; chapter one contains the methodological framework and the literature review. Where as chapter two contains the theoretical framework for the responsibility accounting; Where as chapter three comprises the applied studies; Chapter four, however, contains the Samples and conclusion, outcome and recommendations.

The researcher has arrived at the following outcome:–

- The realization of the observation effectiveness on the expenses and better exploitation of the resources.
- The observation reports are some of the basic factors for the system of responsibility accounting, and that they have important role in activating the feedback system, which helps in the follow-up of plan and performing necessary modification in the appropriate time.
- The system of responsibility accounting can be applied in all projects regardless of their type or size (industrial, commercial, agricultural projects, etc).

Research Recommendations:

- The cooperation of responsibility centers in defining the measurement of their performance is the best means of arriving at the measurement used in assessing the performance of the responsibility centers, and this cooperation can extend to comprising the definition of general goals for the economic department.
- Working to wards minimizing the performance cost by arriving at a level lower than the level lower than the level of the current cost, and then benefiting from the cost of the decrease resulting in realizing the aims of developing the performance efficiency.

- Selecting qualified cadres and defining responsibilities precisely for avoiding the squandering of resources and exploiting them in a good way .