

The Effect of the Use of the Cash Basis and the Accrual Basis of Accounting on Cash Flow Management Case Study: Government-Owned Companies of Gilan Province

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This study is investigated the effect of the use of the cash basis accounting and the accrual basis accounting on cash flow management among government-owned companies of Gilan province. The hypotheses were analyzed through a questionnaire using Regression Analysis of Normal Least Squares and Pearson Correlation. In the current study, the questionnaire was designed via 5-point Likert scale, which is one of the most common measurement scales. The population consists of all accountants of government-owned companies of Gilan province. It is a descriptive and survey study. The government-owned companies in the province of Gilan are divided into six sections. 300 subjects were ed using nonprobability sampling. Then, the questionnaires were distributed and completed among the available companies in each city. According to the description presented, the sample is 196 subjects. Eventually, after performing basic tests and estimating the regression model, we conclude that there is a significant relationship between the profit earned the use of the cash and accrual methods of accounting. The results indicate that the profit level of the use of four components including the full cash basis of accounting, the full accrual basis of accounting, the modified accrual basis and the modified cash basis influence on the cash basis and the accrual basis of accounting.

Keywords : Cash Basis Accounting, Accrual Basis Accounting, Government-Owned Companies Profits

