

MANAGEMENT ACCOUNTING
AND
HUMAN BEHAVIOR

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1.0 INTRODUCTION

Management accounting is an information system which should help managers to plan and control the resources of their business organization, so as to achieve the objective of the organization. However, information is valuable only if it is interpreted correctly and used purposefully by managers and employees; in other words, it is necessary to ensure that management accounting system stimulate efficient management decision making. There are different accounting techniques and system for providing relevant planning and control information. We must now give some thought must be given to the problem of ensuring that the manager's decision is influenced properly by the information they receive. The correct use of information depends not only on the content of the information itself, but also on the behavior of its recipient.¹

This study will concentrate more on how human behavior influences the decision making process made by the managers. It is believed that without taking into consideration of the human factor, it is difficult for the organisation to achieve its objectives. Therefore the managers should be supplied with good information.

1. 2.4 Management Accounting (CIMA) (BPD Publishing Ltd., London) 1989, pg 530.

