

ABSTRACT

Hospital managers encouraged to provide better health services at a lower price. Accurate information of the operational cost including the allocation of each indirect cost will help the managers to decide the next steps to reach the target. Time-Driven Activity-Based Costing provides the most effective cost allocation by using actual time needed to perform each activity as the driver.

Through case study, this research shows how to calculate time-driven activity-based costing of the caesarean section surgery in Dr Ramelan Naval Hospital Surabaya and provide new unit cost calculation that includes the indirect cost that has not yet to be determined before.

Keywords: Time-driven activity-based costing, caesarean section, hospital, costing, cost.

