

ABSTRACT

The fact that public awareness of the life and safety of the earth's life is widespread is massive in various groups and layers of the world community. The industry is demanded not only to reduce pollution, but also industry regarding the legality of timber raw materials known as the SVLK. Previous research reviewed the SVLK juridically regarding the realization establishment of regulation of Timber Legal Assurance System in Indonesia to prevent illegal logging as the implication of Voluntary Partnership Agreement (VPA) of Forest Law Enforcement, Governance and Trade between Indonesia and European Union (FLEGT).

Qualitative approach through the case study used by the researcher to gain an understanding of the impact of SVLK is seen from the provisions that are in accordance with PSAK 14 and sustainability accounting in the IUIPHHK with the SVLK. The perspective of Teith Legitimacy and Market Pressure is used as a lens to discuss the main phenomena of research.

This study shows that the implementation of SVLK in PT. Kubik is in line with the principles of PSAK 14 "*Inventory*" in its listing but the disclosure of inventory value is not yet in line because the principle of SVLK in the verifier is limited to the qty and cubication (cbm) of wood raw materials. PT. Kubik represents the IUIPHHK company system as a basis for environmental reporting. By implementing the SVLK PT. Kubik fulfills the 4 principles in its verifier that can provide information that has an impact on the fulfillment of legal raw materials and reduced work accidents (Self, held, improiment) on social aspects and environmental dimensions with the preservation of nature as a sustainability reporting component.

Keywords: SVLK, Inventory, Sustainability Accounting.