

## **ABSTRACT**

*In this globalization era, advances in technology and information are growing very rapidly and the borders of a country are increasingly disappearing. Globalization greatly influences change in all sectors and creates challenges for all types of industries to compete, including industries in the sector of health services. With the increasing public demand for health services, the emergence of new hospitals rapidly, both hospitals established by government and private. Because the growth of this hospital has led to increasingly fierce competition, customers are increasingly selective in their choices. This is a challenge that will affect the sustainability of a hospital. In providing health services, hospitals receive income from facilities provided and also inpatient services. The rate of inpatient services is a very important decision because the profitability of a hospital can be influenced by the determination of inpatient services.*

*The purpose of this study was to study the difference between the rates of hospitalization at the Air Force Hospital Dr. M. Salamun by using inpatient service rates using the Activity Based Costing method..*

*The method used in this research is descriptive quantitative method. The data used are primary data, the data are obtained directly from the results of interviews with the Air Force Dr. M. Salamun's Hospital. Next is data processing and analysis. Data analysis was performed using Paired Sample T-Test to determine whether or not there was a difference in hospitalization rates set by Air Force Hospital Dr. M. Salamun with inpatient rates using the calculation of Activity Based Costing method.*

*The results of calculating hospitalization rates using the activity based costing method at the Air Force Hospital Dr. M. Salamun for the VIP class is Rp. 594,816, class I is Rp. 302,884, class II is Rp. 259,355, class III is Rp. 256,034. While the rate of hospitalization determined by the hospital for VIP class is Rp. 840,000, class I Rp. 350,000, class II Rp. 245,000, and class III Rp. 122,500.*

**Keywords:** *Activity Based Costing, Cost Driver*