



## COURSE OUTLINE: BCA207 - INTERM ACCOUNTING II

Prepared: Grant Dunlop

Approved: Sherri Smith, Chair, Natural Environment, Business, Design and Culinary

<b>Course Code: Title</b>	BCA207: INTERMEDIATE ACCOUNTING II
<b>Program Number: Name</b>	2050: BUSINESS -ACCOUNTING
<b>Department:</b>	BUSINESS/ACCOUNTING PROGRAMS
<b>Academic Year:</b>	2022-2023
<b>Course Description:</b>	In this course, students will be introduced to the concepts and procedures required to account for shareholders` equity, earnings per share, leases and pensions. An intermediate level examination of current and long term liabilities, complex financial instruments, income taxes, accounting changes, and other measurement and disclosure issues will be examined. The students will be required to identify and apply the proper disclosure requirements for all required financial statements under ASPE (Accounting Standards for Private Enterprises) and under IFRS (International Financial Reporting Standards).
<b>Total Credits:</b>	5
<b>Hours/Week:</b>	6
<b>Total Hours:</b>	84
<b>Prerequisites:</b>	BCA205
<b>Corequisites:</b>	There are no co-requisites for this course.
<b>Vocational Learning Outcomes (VLO's) addressed in this course:</b>	<b>2050 - BUSINESS -ACCOUNTING</b>
<b>Please refer to program web page for a complete listing of program outcomes where applicable.</b>	VLO 1 Record financial transactions in compliance with Canadian Generally Accepted Accounting Principles for sole proprietorships, partnerships, private enterprises, publicly accountable enterprises and non-profit organizations.
	VLO 2 Prepare and present financial statements, reports and other documents in compliance with Canadian Generally Accepted Accounting Principles for sole proprietorships, partnerships and private enterprises.
<b>Essential Employability Skills (EES) addressed in this course:</b>	<p>EES 1 Communicate clearly, concisely and correctly in the written, spoken, and visual form that fulfills the purpose and meets the needs of the audience.</p> <p>EES 2 Respond to written, spoken, or visual messages in a manner that ensures effective communication.</p> <p>EES 3 Execute mathematical operations accurately.</p> <p>EES 4 Apply a systematic approach to solve problems.</p> <p>EES 6 Locate, select, organize, and document information using appropriate technology and information systems.</p> <p>EES 7 Analyze, evaluate, and apply relevant information from a variety of sources.</p> <p>EES 8 Show respect for the diverse opinions, values, belief systems, and contributions of others.</p> <p>EES 9 Interact with others in groups or teams that contribute to effective working</p>



relationships and the achievement of goals.  
 EES 10 Manage the use of time and other resources to complete projects.

**Course Evaluation:**

Passing Grade: 50%,

A minimum program GPA of 2.0 or higher where program specific standards exist is required for graduation.

**Books and Required Resources:**

Intermediate Accounting Volume 2 by Beechy Conrod  
 Publisher: Mcgraw Hill Ryerson Edition: 7  
 ISBN: 978-1-25-910802-0

**Course Outcomes and Learning Objectives:**

<b>Course Outcome 1</b>	<b>Learning Objectives for Course Outcome 1</b>
Analyze and record transactions related to non-financial and current liabilities.	1.1 Understand the importance of non-financial and current liabilities from a business perspective. 1.2 Define liabilities, distinguish financial liabilities from other liabilities, and identify how they are measured. 1.3 Define current liabilities and identify and account for common types of current liabilities. 1.4 Identify and account for the major types of employee-related liabilities. 1.5 Explain the recognition, measurement, and disclosure requirements for decommissioning and restoration obligations. 1.6 Explain the issues and account for product guarantees and other customer program obligations. 1.7 Explain and account for contingencies and uncertain commitments, and identify the accounting and reporting requirements for guarantees and commitments and provisions. 1.8 Indicate how non-financial and current liabilities are presented and disclosed.
<b>Course Outcome 2</b>	<b>Learning Objectives for Course Outcome 2</b>
Account for long-term financial liabilities.	2.1 Understand the nature of long-term debt financing arrangements. 2.2 Understand how to measure and account for long-term debt. 2.3 Understand when long-term debt is recognized and derecognized, including how to account for debt restructurings. 2.4 Explain how long-term debt is presented on the statement of financial position. 2.5 Identify disclosure requirements.
<b>Course Outcome 3</b>	<b>Learning Objectives for Course Outcome 3</b>
Apply accounting and reporting practices related to corporations including accounting for contributed capital, retained earnings and accumulated other comprehensive income.	3.1 Discuss the characteristics of the corporate form of organization. 3.2 Identify the rights of shareholders. 3.3 Describe the major features of preferred shares. 3.4 Explain the accounting procedures for issuing shares. 3.5 Explain the accounting for the re-acquisition and retirement of shares.



	<p>3.6 Explain the accounting for various forms of dividend distributions.</p> <p>3.7 Explain the effects of different types of dividend preferences.</p> <p>3.8 Distinguish between stock dividends and stock splits.</p> <p>3.9 Describe the nature of other components of shareholders' equity.</p>
<b>Course Outcome 4</b>	<b>Learning Objectives for Course Outcome 4</b>
Apply accounting and reporting practices related to complex financial instruments.	<p>4.1 Describe whether an instrument issued for financing purposes represents a liability, equity, or both.</p> <p>4.2 Explain the accounting for the issuance, conversion and retirement of convertible securities.</p> <p>4.3 Describe the various types of stock compensation plans.</p> <p>4.4 Explain what derivatives are and why they exist.</p> <p>4.5 Explain the various types of financial risks, and how they arise.</p> <p>4.6 Explain what options, forwards, and futures are and describe the recognition, measurement and presentation issues for each.</p> <p>4.7 Explain the disclosure requirements for Financial Instruments.</p>
<b>Course Outcome 5</b>	<b>Learning Objectives for Course Outcome 5</b>
Analyze and record transactions related to income taxes.	<p>5.1 Explain the difference between accounting income and taxable income.</p> <p>5.2 Identify the difference between timing and permanent differences and calculate taxable income and current income taxes.</p> <p>5.3 Explain what a taxable temporary difference is and why a deferred tax liability is recognized.</p> <p>5.4 Explain what a deductible temporary difference is and why a deferred tax asset is recognized.</p> <p>5.5 Prepare analysis of deferred income tax balances and record future income tax expense.</p> <p>5.6 Apply accounting procedures for a tax loss carryback and a tax loss carryforward.</p>
<b>Course Outcome 6</b>	<b>Learning Objectives for Course Outcome 6</b>
Analyze and record transactions related to leases.	<p>6.1 Understand the importance of leases from a business perspective.</p> <p>6.2 Explain the conceptual nature, economic substance, and advantages of lease transactions.</p> <p>6.3 Identify and apply the criteria that are used to determine lessee right-of-use assets under IFRS and leases under ASPE classification approach.</p> <p>6.4 Account for right-of-use assets by lessees under IFRS or a capital lease under ASPE.</p> <p>6.5 Determine the effect of, and account for, residual values and purchase options for a lessee right-of-use asset (IFRS) or a capital lease (ASPE).</p> <p>6.6 Account for operating leases by lessees under ASPE</p>

	<p>(short-term leases and low-value leases under IFRS) and compare the operating and capitalization methods of accounting for leases.</p> <p>6.7 Determine the statement of financial position presentation of right-to-use assets (and ASPE capital leases) and identify other disclosures required.</p> <p>6.8 Identify and apply the criteria that are used to determine the type of lease for a lessor under the classification approach.</p> <p>6.9 Account for and report financing and manufacturer/dealer or sales-type leases by a lessor.</p> <p>6.10 Account for and report operating leases by lessor.</p>
<b>Course Outcome 7</b>	<b>Learning Objectives for Course Outcome 7</b>
Analyze and record transactions related to pensions and other employee future benefits.	<p>7.1 Explain what a defined contribution plan is and what a defined benefit plan is.</p> <p>7.2 Distinguish between accounting for the employer's pension costs and accounting for the pension fund.</p> <p>7.3 Explain what the employer's benefit obligation is and identify alternative measures for valuing this obligation.</p> <p>7.4 Distinguish between accounting for the employer's pension costs and accounting for the pension fund.</p> <p>7.5 Identify transactions and events that change the amount of the employer's accrued benefit obligation and calculate the balance of the obligation.</p> <p>7.6 Identify transactions and events that change the amount of the plan assets and calculate the balance of the asset.</p> <p>7.7 Explain what a benefit plan's funded status is, calculate it, and identify what transactions and events change its amount.</p> <p>7.8 Identify the components of pension expense, and account for a defined benefit pension plan under the immediate recognition approach.</p> <p>7.9 Identify the financial reporting and disclosure requirements for defined benefit plans.</p>
<b>Course Outcome 8</b>	<b>Learning Objectives for Course Outcome 8</b>
Identify and discuss the methods of determining the value of earnings per share under different capital structures and the related impact this has on the income statement.	<p>8.1 Explain why earnings per share (EPS) is an important number.</p> <p>8.2 Determine when and how earnings per share must be presented.</p> <p>8.3 Identify potential common shares.</p> <p>8.4 Calculate earnings per share in a simple capital structure.</p> <p>8.5 Calculate diluted earnings per share using the if-converted and treasury stock method.</p> <p>8.6 Identify antidilutive potential common shares.</p>
<b>Course Outcome 9</b>	<b>Learning Objectives for Course Outcome 9</b>
Identify, analyze and record the various types of accounting changes and errors utilizing the appropriate application method.	<p>9.1 Identify and differentiate among the types of accounting changes.</p> <p>9.2 Identify and explain alternative methods of accounting for accounting changes.</p> <p>9.3 Identify the accounting standards for each type of accounting change under ASPE and IFRS.</p>

	9.4 Apply the retrospective application method of accounting for a change in accounting policy and correction of an accounting error and identify disclosure requirements. 9.5 Apply the prospective application method for an accounting change and identify the disclosure requirements for change in an accounting estimate.	
	<b>Course Outcome 10</b>	<b>Learning Objectives for Course Outcome 10</b>
	Explore, understand and perform a financial statement analysis.	10.1 Identify issues related to financial forecasts and projections. 10.2 Perform a vertical analysis on the financial statements. 10.3 Perform a horizontal analysis on the financial statements. 10.4 Identify the major groups of ratio calculations and their purposes. 10.5 Perform ratio calculations to analyze financial statements.
<b>Evaluation Process and Grading System:</b>	<b>Evaluation Type</b>	
	<b>Evaluation Weight</b>	
	Assignments	25%
	Final Comprehensive Exam (on all content)	35%
	Tests	40%
<b>Date:</b>	May 31, 2022	
<b>Addendum:</b>	Please refer to the course outline addendum on the Learning Management System for further information.	