



**I. COURSE DESCRIPTION:**

This course provides participants with an introduction to bookkeeping as it applies to small business. Students will learn the accounting equation, identify forms of business organizations, properly use debits and credits, and deal with the five categories of accounts. Students will set up company books, record transactions, calculate HST and other source deductions and complete a company payroll. Participants will also take books to a trial balance and create, understand and interpret financial statements.

**II. LEARNING OUTCOMES AND ELEMENTS OF THE PERFORMANCE:**

Upon successful completion of this course, the student will demonstrate the ability to:

1. Demonstrate an understanding of what accounting is and journalize transactions.

**Potential Elements of the Performance:**

- Define bookkeeping as it relates to business and personal levels
- Identify the need for bookkeeping
- Correctly identify the three forms of business organization
- Identify and use the five categories of accounts
- Differentiate between Assets and Expenses
- Know the meaning of debit and credit and use both correctly
- Use the accounting equation to ensure accuracy
- Create and verify a Balance sheet
- Demonstrate the use of the double-entry system of bookkeeping
- Properly analyze transactions into the components
- Write transactions in the General Journal
- Create a Chart of Accounts
- Understand and use ledger accounts
- Identify errors and properly make correcting entries
- Understand and record Purchases and Sales on credit

These learning outcomes will constitute approximately 30% of the course grade.

2. Prepare and utilize a combined journal, sub-ledgers and special journals. Maintain a petty cash book. Handle accounting functions of credit notes and refunds. Prepare bank reconciliation. Calculate and file reports for HST.

Potential Elements of the Performance:

- Post transactions to a Cash Receipts journal including Cash, credit and debit cards
- Prepare and post to the Cash Payments journal
- Calculate and post sales returns and allowances
- Calculate and record sales discounts and purchases discounts
- Record COD sales
- Record Freight, Duty, and Brokerage fees
- Establish a petty cash fund
- Maintain a petty cash sheet
- Record petty cash entries
- Reimburse the petty cash fund
- Deal with petty cash over and short
- Review bank statement to find bank or cash book errors
- Reconcile the bank account
- Prepare a Bank Reconciliation Statement
- Understand when and how to register for a business number
- File an HST return including Remitting, Penalties & Interest, Notice of Assessment, Record keeping, dealing with discounts and samples, Sales to Aboriginals, Calculating GST and PST
- Define HST

These learning outcomes will constitute approximately 35% of the course grade.

3. Complete Payroll process. Find and Correct errors. Write off Bad Debts. Complete Month-End and Year-End then close the books. Discuss the use of computers in performing accounting functions.

Potential Elements of the Performance:

- Calculate Gross Pay and deductions using deduction tables
- Record the payroll and remittances to employees and payroll deductions
- Deal with Workers' Compensation premiums
- Calculate and record Vacation and Holiday pay
- Identify errors in entries
- Make correcting entries
- Calculate and record reversing entries
- Complete month-end transactions
- Define and calculate Bad Debts
- Write off bad debts, and record the recovery of a bad debt
- Increase allowance for bad debt

- Calculate and record adjusting entries
- Prepare a worksheet
- Post closing journal entries
- Complete a Post-closing trial balance
- Prepare financial Statements – Balance sheet and Income statement
- Discuss other accounting systems including the use of computer software

These learning outcomes will constitute approximately 35% of the course grade.

### III. TOPICS:

1. Introduction to Bookkeeping
2. Analyzing and Recording Transactions
3. The Ledger
4. Correcting Entries
5. Freight, Duty & Brokerage, and Petty Cash
6. Using Special Journals
7. Credit Notes , Refunds and Discounts
8. Goods and Services Tax, Harmonized Sales Tax
9. Accounting for Cash
10. Payroll
11. Accounts Receivable and Bad Debts
12. Interim Profit or Loss
13. Month End and Year-End processes

### IV. REQUIRED RESOURCES/TEXTS/MATERIALS:

*Basic Bookkeeping, An Office Simulation by Brooke. W. Barker 7<sup>th</sup> Edition*

*Basic Bookkeeping, An Office Simulation, Working Papers  
(The working papers package can be shared by **two** people)*

### V. EVALUATION PROCESS/GRADING SYSTEM:

The final grade will be based on:

Test #1 (Learning Outcome 1 - Topics 1-4)	30%
Test #2 (Learning Outcome 2 - Topics 5-9)	30%
Test #3 (Learning Outcome 3 - Topics 10-13)	30%
Assignments	<u>10%</u>
Grand Total	100%

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 Course Name

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 Code No.

The following semester grades will be assigned to students in postsecondary courses:

<u>Grade</u>	<u>Definition</u>	<u>Grade Point Equivalent</u>
A+	90 - 100%	4.00
A	80 - 89%	4.00
B	70 - 79%	3.00
C	60 - 69%	2.00
D	50 - 59%	1.00
F (Fail)	49% or below	0.00
CR (Credit)	Credit for diploma requirements has been awarded.	
S	Satisfactory achievement in field placement or non-graded subject areas.	
U	Unsatisfactory achievement in field placement or non-graded subject areas.	
X	A temporary grade. This is used in limited situations with extenuating circumstances giving a student additional time to complete the requirements for a course (see <i>Policies &amp; Procedures Manual – Deferred Grades and Make-up</i> ).	
NR	Grade not reported to Registrar's office. This is used to facilitate transcript preparation when, for extenuating circumstances, it has not been possible for the faculty member to report grades.	

**VI. SPECIAL NOTES:**Attendance:

Sault College is committed to student success. There is a direct correlation between academic performance and class attendance; therefore, for the benefit of all its constituents, all students are encouraged to attend all of their scheduled learning and evaluation sessions. This implies arriving on time and remaining for the duration of the scheduled session.

Students are expected to demonstrate respect for others in the class. Classroom disturbances will be dealt with through an escalating procedure as follows:

- Verbal warning
- E-mail notification
- Meeting with the Chair

It is expected that 100 percent of classroom work be completed as preparation for the tests. All work must be labeled with the student's name and the project information on each page. Students are responsible for maintaining back-ups of all completed files.

Students are expected to be present to write all tests during regularly scheduled classes.

In the event of a failed course grade, a supplementary test will be administered at the end of the semester to those students who have attended 80 percent of classes and have completed all required course work. The mark achieved on the supplemental will replace the lowest failed test for the final grade calculation.

Tests will **not** be "open book." Students must ensure that they have the appropriate tools to do the test (i.e. diskettes, pencil, pen, etc.).

During tests, students are expected to keep their eyes on their own work. Academic dishonesty will result in a grade of zero (0) on the test for all involved parties.

Test papers will be returned to the student after grading in order to permit verification of the results and to review the tests. However, the student will be required to return all test papers to the professor who will keep them on file until three weeks after the end of the semester finish date. Any questions regarding the grading of individual tests must be brought to the professor's attention within two weeks of the test paper being returned.

Producing neat, accurate work is fundamental to this course. Marks will be deducted for inaccuracies or untidiness.

Regular attendance and participation is expected to ensure course information is communicated to all students. In-class observation of student work and guidance by the professor aids student success. Lectures will not be repeated in subsequent classes.

It is the student's responsibility to be familiar with the course outline and department manual. Students are expected to check college e-mail twice daily as a minimum.

## **VII COURSE OUTLINE ADDENDUM:**

The provisions contained in the addendum located on the portal form part of this course outline.