

Sault College
of Applied Arts and Technology
sault ste. marie

Course Outline

ACCOUNTING IV

ACC 203-5

revised JANUARY 1976

ACCOUNTING IV
ACC 203-5

TEXT: Intermediate Accounting - 2nd Canadian Ed. - Meigs, Johnson Keller
& Blazouske

AIM & OBJECTIVES:

1. To round out the students knowledge in General Accounting.
2. To have the student knowledgeable for making business decisions.

PRE-REQUISITE:

Successful completion of Accounting III

METHOD OF EVALUATION:

Test	65%
Assignments	25
Accounting Project	10
	<u>100%</u>

The basis for evaluation will be as follows:

80+%	- A
70-79	- B
60-69	- C

Students receiving an incomplete on a test will be required to write a supplementary test the following week. An incomplete on a supplementary test will require the student to attend the make-up period at the end of the semester.

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<u>UNIT</u>	<u>WEEKS</u>	<u>TOPIC</u>	<u>ASSIGNMENT</u>
1	1-3	<u>Plant & Equipment</u> <u>Depreciation & Depletion</u> -factors in estimating periodic depreciation -depreciation methods -composite or group depreciation -depreciation policy and income taxes -property records -depletion methods -capital investment decisions <u>Intangible Assets</u> -types of intangible assets -amortization of intangible assets -recognition of goodwill -computing future superior earnings -problems associated with amortizing goodwill TEST	11B-5 12B-4 13B-4
2	4-6	<u>Corporation: Contributed Capital</u> -rights associated with stock ownership -characteristics of preferred stock -journal entries for issuance of shares -incorporation of a partnership <u>Stock Rights, Stock Options & Convertible Securities</u> -warrants and stock rights -stock option constructs -conversion of preferred stock and bonds to common stock -problems associated with conversion rights TEST	14A-5 15A-3
3	7-9	<u>Retained Earnings and Dividends</u> -classification of corporate capital -identifying contributed surplus -unrealized gain from revaluation of assets -cash and stock dividends -appropriations of retained earnings -quari-reorganizations	16A-5 17B-5

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<u>UNIT</u>	<u>WEEKS</u>	<u>TOPIC</u>	<u>ASSIGNMENT</u>
3	7-9 cont'd.	<u>Treasury Stock; Book Value and Earnings per Share</u> -treatment of treasury stock -redemption of preferred stock -calculating the book value per share -various methods of determining the earnings per share TEST	
4	10-12	<u>Bonds Payable</u> -types of bonds -considerations for a bond issue -bond discounts and premiums -acquisition and retirement of bonds -bond sinking funds <u>Long-Term Investments in Corporate Securities</u> -accounting for investments and measuring the return thereon -cost and equity methods of recording investments -treatment of warrants, rights, stock splits, stock dividends and convertible securities -lower of cost or market valuation of investments TEST	18B-6 21A-5
5	13-15	<u>Accounting Changes Statements from Incomplete Records</u> -correction of errors in previous years -changes in accounting procedures & policies -preparation of financial statements from incomplete records <u>Statement of Changes in Financial Position</u> -analysis of the statement of changes in financial position -special problems associated with funds -reclassifications and analysis of changes in non-current accounts -reporting practices by corporations TEST	22B-6 23A-5