

Sault College
of Applied Arts and Technology
sault ste. marie

Course Outline

BUDGET & COST ACCOUNTING III
ACC 205

*Distributed
to acc 'U
Jan 27/83
AC*

revised January 1983

Budgeting & Cost Accounting II
ACC 205

Aims

To build upon Budgeting & Cost Accounting I so students gain the abilities to develop long range planning, solve non-routine problems for control, make decisions on inventory quantities and understand alternative methods of income determination.

Text - Cost Accounting: A Managerial Emphasis
5th edition Horngren

Student Evaluation

Tests - (3 @ 15%)	45%	Term Work
Practice Set	15%	
Final Test	40%	
	<u>100%</u>	

The average attained from the above evaluations will result in a final grade as follows:

- A - 80% plus
- B - 70-79%
- C - 55-69%
- R - under 55%

Students with a final grade of R and have an average of at least 40% on Term Work will be allowed to write a supplemental final test in order to bring their semester average to the C level.

COURSE

Section I

Cost Allocation
General Process
Effects on Motivation and Economic Decisions
Methods - direct
 - step down
 - reciprocal
Contribution Approach
Central Services
Byproducts
Joint products
Payroll
TEST I

Section II

Process Costing and Operation Costing
Five major steps
Inventory Methods
Standard Costs and Process Costs
Transfers
Spoilage, Waste, Defective Units, and Scrap
Practice Set
TEST II

Section III

Capital Budgeting and Inventory Control
Discounted Cash Flow
Rate of Return
Payback
Income Tax Factors
Order Quantity
Safety Stock