

SAULT COLLEGE OF APPLIED ARTS & TECHNOLOGY

SAULT STE. MARIE, ONTARIO

COURSE OUTLINE

Course Outline: ADVANCED ACCOUNTING

Code No.: ACC 306

Program: ACCOUNTING VI

Semester: SIX

Date: JANUARY, 1986

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New: X Revision:

APPROVED: *B. Campbell*
Chairperson

86-01-31
Date

ADVANCED ACCOUNTING

ACC 306

Course Name

Course Number

Textbooks: Advanced Accounting, by Meigs, Johnson & Keller;
McGraw-Hill Ryerson.

Financial Accounting - A Canadian Casebook with Multiple
Subject Cases, L.S. Rosen; Prentice-Hall

Philosophy/Goals:

This course will examine the accounting treatment of special areas in financial accounting with special emphasis placed on consolidations of financial information for reporting purposes and accounting for fiduciaries.

Method of Assessment:

The term grade will be based on three tests, a case presentation and a final examination. The tests will carry a weighting of 15% each, the case study 10% and the final examination 45% toward the final grade. The final grade will be based on the following criteria:

- | | |
|----------------|--------------------|
| - 80% and over | - "A" |
| - 70% to 79% | - "B" |
| - 55% to 69% | - "C" |
| - 40% to 54% | - "I" (Incomplete) |
| - Below 40% | - "R" (Repeat) |

Students with an "I" grade will be given the opportunity to write a supplementary examination. The highest grade assigned on a rewrite is a "C".

ACC 306 - ACCOUNTING VI

<u>UNIT</u>	<u>WEEKS</u>	<u>TOPICS AND DESCRIPTION</u>
1	1 & 2	<u>Consignments</u> <ul style="list-style-type: none">- definition of consignments- the contract between consignor and consignee- rights of the consignee- responsibilities of the consignee- accounting procedures for the consignee- accounting for partial sale of a consignment- return of unsold consignment goods
	3	<u>Installment Sales</u> <ul style="list-style-type: none">- special characteristics of installment sales- methods of recognition of profits on installment sales- procedures of accounting for installment sales (a) sale of long-term assets (b) sale of merchandise- use of gross profit rates to determine the gross profit realized- determining unrealized gross profit by aging installment contracts receivable- tax treatment for installment sales- treatment of trade-ins- treatment of defaults and repossessions- financial statement presentation- calculating interest on installment receivables

UNIT

WEEKS

TOPICS AND DESCRIPTION

4 & 5

Combined Statements & Branch Accounting

- accounting system for sales agencies
- accounting system for branches
- accounting treatment for reciprocal accounts
- separate & combined financial statements
- various methods of billing merchandise to the branches
- reconciliation of reciprocal accounts
- the accounting treatment for transactions between branches

TEST

2

6 & 7

Business Combinations

- definition of a business combination
- methods of accounting for business combinations through
 - a) purchase of a business
 - b) pooling of interests
- presentation of business combinations in financial statements
- abuses associated with business combination arrangements

8 & 9

Consolidated Financial Statements

- definition of what constitutes controlling interest of a partially owned business by another business
- consolidation of a wholly owned subsidiary
- consolidation of a partially owned subsidiary
- treatment of minority interest in consolidated statements
- treatment of negative goodwill in the consolidated balance sheet

UNIT

WEEKS

TOPICS AND DESCRIPTION

10&11

Accounting for Operating
Results of Business
Combinations

- accounting for operating results under the equity method
- accounting for operating results under the cost method
- adjustments of subsidiary's net income
- working paper for consolidated financial statements
- accounting for operating results of partially owned subsidiaries

TEST

3

12-14
(inclusive)

Fund Accounting

- accounting principles associated with governmental units
- the different types of funds maintained by government agencies
- journal entries for recording the budget
- accounting for the general fund
- financial statements associated with the general fund
- accounting for special revenue funds
- the use of the capital project fund
- the special funds involved with governmental units
- proprietary and fiduciary funds
- account grouping for fixed assets and long-term debt

UNIT

WEEKS

TOPICS AND DESCRIPTION

15

Accounting for Non-Profit Organizations

- characteristics of non-profit organizations
- treatment of revenue for non-profit organizations
- the various funds associated with non-profit organizations
- the financial statements of nonprofit organizations

TEST

16

REVIEW