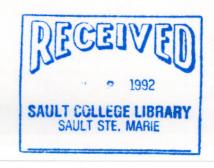
SAULT COLLEGE OF APPLIED ARTS & TECHNOLOGY SAULT STE. MARIE, ONTARIO

COURSE OUTLINE

Course Outline:	ACCOUNTING II	
Code No.:	ACC 102-6	
Program:	ACCOUNTING	
Semester:	TWO	
Date:	JANUARY 1993	
Previous Outline Dated:	JANUARY, 1992	
Author:	J. CAVALIERE	
	New:	X Revision:
APPROVED: Dean, Bu	siness & Hospitality	92-07-03 Date



PHILOSOPHY/GOALS:

To provide the accounting major with a thorough understanding of the concepts of Introductory Accounting.

To establish the analytical skills required to progress through the advanced accounting curriculum.

METHOD OF ASSESSMENT (GRADING METHOD):

A) There will be four regular tests and one supplementary examination at the end of the semester. The weighting of the tests and the supplementary examination is as follows:

Regular Tests (4) 100% Supplementary Exam Replace the lowest failed test

Grading will be based on the following criteria:

90%	and	d over	A-
808	to	89%	A
70%	to	79%	В
55%	TO	69%	C
Belo	DW S	55%	R

B) Supplementary Examination

A supplementary examination will be administered at the end of the semester. This exam will be based upon $\underline{\text{all}}$ of the course material covered during the semester. It will replace the lowest failed test. A student will qualify to write this test if they have completed $\underline{\text{all}}$ assignments during the semester.

TEXTBOOK/SUPPLIES:

Financial Accounting, R.F. Meigs, et al

"Working Papers; Group 'A' Problems; Chapters 1-15

UNIT WEEK TOPIC 1 1 TOPIC #1 - Introductory Accounting Review General Objective: To review the key concepts introduced in ACC100. Introduce accounting for the Goods & Services Tax (GST) and the Provincial Sales Tax. Intermediate Objectives: Review key concepts introduced in ACC100 - balance sheet equation - DR/CR rules - income statement, balance sheet - special journals - closing entries - adjusting & closing - merchandise purchases/sales Recording Sales with Provincial Sales Taxes Accounting for the Goods & Seravices Tax 3) (GST) - general journal form of basic GST transactions and posting to a GST payable account - computing GST and PST where GST is included in the selling price of a product - recording GST Remittance Entries - Account for the Balance of GST at month-end

UNIT WEEK

TOPIC

CHAPTER 8

2 2-5 TOPIC #1 - Temporary Investments & Receivables

General Objective: To be knowledgeable of liquid assets by focusing on temporary investments of cash, accounts receivable, and short-term notes receivable.

Intermediate Objectives:

- a) to analyze and record business transactions involving investments;
- b) to analyze and record transactions involving credit card sales;
- c) management's responsibility regarding granting short-term credit;
- d) introduce the methods of estimating bad debts;
- e) how to record transactions involving bad debt recoveries;
- f) introduce the terms and recording of a shortterm note receivable;
- g) recording the business transactions involving short-term notes;
- h) disclosure of contingent liabilities
- i) discounting a note receivable

UNIT WEEK TOPIC

CHAPTER 9

3 2-5 TOPIC #2 - Inventories

General Objectives: To understand the importance of valuation and controls.

Intermediate Objectives:

- a) to understand the importance of inventories with regard to income reporting and asset valuation.
- b) to distinguish between periodic and perpetual inventory systems.
- c) to understand the cost flow assumption associated with inventories.
- d) to know the different methods of inventory valuation and the assumption under which each is used.
- e) to know the methods employed for inventory counts.
- f) to be able to record adjustments to inventory accounts.
- g) to be familiar with the records that must be maintained for different inventory systems.
- h) to be able to record the journal entries required under the different inventory systems.
- to be knowledgeable of the different ways to report inventories on the balance sheet.
- j) to know the two methods of estimating ending inventories.
- k) to know what costs are to be included in inventory values.
- to be familiar with inventory control procedures and to understand the importance of controls to safeguard the inventories.

TEST

UNIT WEEK TOPIC

CHAPTER 10

3 6-9 TOPIC #1 - Plant and Equipment Assets

<u>General Objectives:</u> To be able to record, amortize and dispose of long-term assets.

Intermediate Objectives:

- a) to distinguish between capital expenditures and revenue expenditures.
- b) to recognize expenditures that are to be included with the capital cost of long term assets.
- c) to be familiar with the various depreciation methods and to know when each is best used.
- d) to be able to record correctly the journal entries for disposing of long-term assets.
- e) to be familiar with methods for maintaining control over plan and equipment.
- f) to be able to calculate revisions of depreciation rate.

TOPIC #2 - Natural Resource and Intangible Assets - CHAPTER 10

Intermediate Objectives:

- a) to be able to define natural resource and intangible assets.
- b) to know what costs are associated with natural resource assets.
- c) to know the methods for calculating depletion.
- d) to be able to determine the cost base for natural resource assets.
- e) to be familiar with the time limitations associated with amortizing intangible assets.
- f) to understand the basis for goodwill.
- g) to be able to calculate goodwill when given financial data of a business.

TEST

WEEK TOPIC UNIT CHAPTER 12 4 10-13 TOPIC #1 - Partnerships General Objectives: To know the characteristics of accounting for partnerships. Intermediate Objectives: a) to be acquainted with the advantages and disadvantages of partnerships; to know the various arrangements for the distribution of partnership earnings; to record the admission of new partners under different alternatives; d) to examine the partnership agreement in regard to the duties of the partners and the problem of liability for partners. TEST 4 10-13 TOPIC #2 - Corporations - CHAPTER 14 / CHAPTER 15 General Objectives: To demonstrate an understanding of the worth of a Corporation it's share types, reserve and reinvested profits. Intermediate Objectives: a) to list and evaluate the main advantage in organizing a Limited Company. b) to understand the different types of Capital Stock and demonstrate this knowledge by recording stock issues. to prepare the Statement of Retained Earnings and understand the Appropriations related to Retained Earnings. to record Cash and Stock Dividends and appreciate the legal requirements related to such dividends.

UNIT	WEEK	TOPIC		
		CHAPTER 21		
5	14-16	TOPIC #1 - Manufacturing Accounting		
		General Objectives - To be familiar with the problems of manufacturing enterprises and to compare the accounting for manufacturing firms to that for merchandising firms.		
		Intermediate Objectives:		
		a) to become knowledgeable of the elements of manufacturing costs.		
		b) to understand the flow of costs in a producing enterprise.		
		c) to be able to prepare a manufacturing statement.		
		d) to know the reasons for applying overhead at predetermined rates.		
		 e) to be familiar with the procedures used for inventory valuation. 		
		f) to be able to prepare a worksheet for a manufacturing firm		

TEST