

SAULT COLLEGE OF APPLIED ARTS & TECHNOLOGY

SAULT STE. MARIE, ONTARIO

COURSE OUTLINE

COURSE TITLE: ACCOUNTING II

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CODE NO.: ACC101 SEMESTER: TWO

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PROGRAM: COMPUTER PROGRAMMER

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AUTHOR: JOHN MITCHELL

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DATE: JANUARY, 1994

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PREVIOUS OUTLINE DATED: JANUARY, 1993

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New: \_\_\_\_\_ Revision: \_\_\_\_\_ X

APPROVED: Rose M. Lewis  
DEAN, SCHOOL OF BUSINESS &  
HOSPITALITY

Dec 13/93  
DATE

ACCOUNTING II

ACC101

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COURSE NAME

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COURSE CODE

**PHILOSOPHY/GOALS:**

To expand the student's knowledge regarding key Accounting concepts. This course continues from the Accounting Principles course and exposes the student to the theory and practice of Accounting Principles relating to the use and analysis of Financial Statements. This knowledge base is necessary when developing computer programs used to process Accounting data in the manufacturing and retail sector of our economy.

**METHOD OF ASSESSMENT:**

- A) There will be **four** regular tests during the semester. The total weighting of the tests will be 80% of the term grade. The timing of the tests and the material covered is identified on pages 3-6 of this outline.
- B) The remaining 20% will be comprised of five quizzes administered during the term.
- C) A missed test or quiz will be assessed a zero grade. A student who missed writing a regular test during the semester will have an opportunity to write a supplementary test at the end of the semester. The supplementary test will cover all the material presented during the semester.
- D) The tests will be comprised of Practical Accounting Applications as identified in the course outline.
- E) Attendance is critical to the student's success in this course.

**EVALUATION:**

90% and over	A+
80% to 89%	A
70% to 79%	B
60% to 69%	C
Below 59%	R

**TEXTBOOK:**

Financial Accounting, by Meigs, Meigs and Lam

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

UNIT 1

**TOPIC: Introductory Accounting Review**

**General Objective:** To review the key concepts introduced in ACC100.

**Review:**

- Balance Sheet Equation
- DR/CR rules
- Income Statement
- Special Journals
- Closing Entries
- Merchandise Purchases/Sales
- Cash, Bank Reconciliations
- Classified Balance Sheet
- Multi-step Income Statement

UNIT 2

**TOPIC: Chapter 8  
Temporary Investments & Receivables**

**General Objective:** To be knowledgeable of liquid assets by focusing on temporary investments of cash, A/R and Short-term notes.

**Intermediate Objectives:**

- a) analyze and record business transactions involving investments
- b) analyze and record transactions involving credit card sales
- c) management's responsibilities regarding granting short-term credit
- d) methods of estimating bad debts
- e) short-term Notes Receivable
- f) discounting a Note Receivable

UNIT 3

**TOPIC: Chapter 9:  
Inventories**

**General Objectives:** To understand the importance of valuation and control.

**Intermediate Objectives:**

- a) understand the importance of inventories in regards to income reporting and Asset valuation.

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UNIT 3 (cont'd)

- b) distinguish between Periodic and Perpetual Inventory Systems
- c) methods of inventory valuation
- d) adjustments to inventory accounts
- e) reporting of inventories on the Balance Sheet
- f) the costs which are included in Inventory valuation
- g) Inventory control procedures

TEST #1 - UNITS #1, #2, & #3

UNIT 4

TOPIC: Chapter 10  
Plant and Equipment

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

Intermediate Objectives:

- a) distinguish between capital expenditures and revenue expenditures
- b) depreciation methods for Assets
- c) general journal entries to dispose of long-term assets
- d) controls over Plant and Equipment
- e) calculations for revisions to the depreciation rate

UNIT 5

TOPIC: Chapter 10  
Natural Resource and Intangible Assets

Intermediate Objectives:

- a) define natural resource and intangible assets
- b) costs associated with natural resource assets

UNIT 5 (cont'd)

- c) methods for calculating depletion
- d) cost base for natural resource assets
- e) goodwill: calculating and defining

TEST #2 - UNITS #4 & #5

UNIT 6

**TOPIC: Chapter 12  
Partnerships**

**General Objectives:** Defining the characteristics of Partnership Accounting

**Intermediate Objectives:**

- a) advantages and disadvantages of partnerships
- b) distribution of partnership earnings
- c) recording the admission of new partners
- d) duties of the partners, partnership liabilities

TEST #3 - UNIT #6

UNIT 7

**TOPIC: Chapter 14 & 15  
Corporations**

**General Objectives:** To understand the basic rules which apply to accounting for corporations

**Intermediate Objectives:**

- a) advantages of incorporation
- b) types of capital structures for corporations
- c) Statement of Retained Earnings and appropriations relating to earnings
- d) recording cash and stock dividends

UNIT 8

**TOPIC:** Chapter 20  
Analysis and Interpretation of Financial Statements

**General Objectives:** To introduce analytical concepts applied to accounting information.

**Intermediate Objectives:**

- a) trend analysis
- b) comparative financial statements
- c) component percentages

**TEST #4 - UNITS #7 & #8**

**SUPPLEMENTARY TEST**

WEEK #16  
End of term supplementary test will cover material from the entire term