COURSE OUTLINE OF RECORD

Number: ACCT G212  TITLE: Intermediate Accounting 2

ORIGINATOR: Alice Rivera  EFF TERM: Fall 2014
FORMERLY KNOWN AS: Intermediate Accounting
B
CROSS LISTED COURSE:

DATE OF OUTLINE/REVIEW: 03-05-2014
TOP NO: 0502.00
CID:

SEMESTER UNITS: 4.0
HRS LEC: 90.0  HRS LAB: 0.0  HRS OTHER: 0.0
CONTACT HRS TOTAL: 90.0
STUDY NON-CONTACT HRS RECOMMENDED: 180.0

CATALOG DESCRIPTION:
Second course in intermediate series in financial accounting that covers current and long-term liabilities, income taxes, pensions and post-retirement benefits, leases, stockholders' equity, earnings per share, and statement of cash flows. In addition, changes and/or in accounting methods, accounting estimates, or reporting entity are analyzed. Disclosure issues in financial statements are also addressed. Students will be expected to complete problems using an online homework system. May be used as credit to sit for the Uniform CPA examination.

JUSTIFICATION FOR COURSE:

PREREQUISITES:
- ACCT G211: Intermediate Accounting 1 with a minimum grade of C or better

COREQUISITES:

ADVISORIES:

ASSIGNED DISCIPLINES:
Accounting

MATERIAL FEE: Yes [ ] No [X] Amount: $0.00

CREDIT STATUS: Noncredit [ ] Credit - Degree Applicable [X] Credit - Not Degree Applicable [ ]

GRADING POLICY: Pass/No Pass [X] Standard Letter [X] Not Graded [ ] Satisfactory Progress [ ]

OPEN ENTRY/OPEN EXIT: Yes [ ] No [X]

TRANSFER STATUS: CSU Transferable[X] UC/CSU Transferable[ ] Not Transferable[ ]

BASIC SKILLS STATUS: Yes [ ] No [X]  LEVELS BELOW TRANSFER: Not Applicable

CALIFORNIA CLASSIFICATION CODES: Y - Not Applicable

NON CREDIT COURSE CATEGORY: Y - Not applicable, Credit Course

OCCUPATIONAL (SAM) CODE: B

REPEATABLE ACCORDING TO STATE GUIDELINES: No [X] Yes [ ] NUMBER REPEATS:

REQUIRED FOR DEGREE OR CERTIFICATE: No [ ] Yes [X]
Accounting(Associate in Arts)
Staff Accountant Option(Certificate of Achievement)

GE AND TRANSFER REQUIREMENTS MET:
CSU Transfer Course
- A. Transfers to CSU

Degree Applicable
- AA Degree Applicable

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**PROGRAM LEVEL LEARNING OUTCOME(S) Supported by this course:**

prepare the four basic financial statements.

Process and apply accounting transaction analysis into an accounting system.

Prepare the four basic financial statements.

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analyze results of financial information via ratios, relationships, and variance analysis to aid management decision making.

**COURSE LEVEL STUDENT LEARNING OUTCOME(S) Supported by this course:**

1. Perform ratio analysis and gain an overview of financial analysis techniques and principles.

2. Classify the key components of stockholders' equity, outline the accounting procedures for equity transactions, and understand the issues surrounding convertible equity structures and their effects on earnings per share.

3. Describe the nature of current liabilities; record, summarize, classify, and report transactions related to current liabilities, long-term liabilities, income taxes, pensions, and leases.

4. Prepare a statement of cash flows in accordance with generally accepted accounting principles.

5. Analyze accounting changes in principles, estimates, reporting entities, and errors and their effects on financial statements.

6. Evaluate presentation of financial statements and disclosure issues related to the above topics in light of the current reporting environment.

**COURSE OBJECTIVES:**

1. Describe the nature of current liabilities; record, summarize, classify, and report transactions related to current liabilities and accrued expenses.

2. Describe and analyze the accounting transactions for long-term liabilities, including bonds, long-term debt arrangements, and loss contingencies.

3. Identify temporary and permanent differences that determine taxable income, prepare an income tax provision, record and present income taxes on the financial statements, and reconcile taxable income to GAAP pre-tax income.

4. Identify various types of pension plans and their characteristics, determine pension obligation, and record pension expense and related assets and liabilities, prior service costs, and plan gains and losses.

5. Apply lease accounting concepts to different lease arrangements; explain the accounting criteria to record capital leases, operating leases, sale-type leases, sale-leaseback transactions, etc.

6. Describe and classify the key components of stockholders’ equity, outline the accounting procedures for equity transactions, and perform equity valuations and ratios.

7. Describe the accounting for the issuance, conversion, and retirement of convertible securities, stock warrants, stock compensation plans, and stock appreciation rights.

8. Calculate earnings per share under a simple and complex capital structure.

9. Prepare a statement of cash flows in accordance with generally accepted accounting principles.
10. Analyze accounting changes in principles, estimates, reporting entities, and errors and their effects on financial statements.

11. Evaluate presentation of financial statements and disclosure issues related to the above topics in light of the current reporting environment.

12. Perform ratio analysis and gain an overview of financial analysis techniques and principles.

COURSE CONTENT:

LECTURE CONTENT:

A. Current Liabilities and Contingencies
   1. Accounting for accounts payable, dividends payable, sales tax payable, and income tax payable
   2. Accounting for notes payable, short-term debt, and current maturities of long-term debt
   3. Accounting for payroll liabilities, litigation liabilities, and environmental liabilities
   4. Accounting for unearned revenues, customer advances and deposits
   5. Accounting for contingencies and warranties
   6. Presentation of current liabilities

B. Long-term Liabilities
   1. Types and ratings of bonds
   2. Issuance of bonds at par, at a premium, and at a discount
   3. Amortization of bonds using the effective interest method
   4. Accounting for bond issuance costs
   5. Zero-interest-bearing long-term notes payable; mortgage notes payable
   6. Off-balance sheet financing, troubled debt restructuring, impairments, and other special notes payable situations
   7. Presentation of long-term liabilities

C. Stockholders' Equity
   1. Corporate form of organization; overview of equity financing
   2. Accounting for issuances of capital stock
   3. Types of stock: common stock, preferred stock, and treasury stock
   4. Types of dividends: cash dividends, property dividends, and stock dividends
   5. Presentation of contributed capital and retained earnings

D. Dilutive Securities and Earnings Per Share (EPS)
   1. Accounting for convertible debt and stock warrants
   2. Accounting for employee stock option plans and stock appreciation rights
   3. Calculation of basic and diluted EPS
   4. EPS presentation and disclosure

E. Income Taxes
   1. Illustrations of permanent and temporary tax differences
   2. Difference between net income and taxable income
   3. Definition of current taxes versus deferred taxes
   4. Net operating loss carry-forwards and valuation analysis
   5. Presentation and disclosure of income taxes

F. Pensions and post-retirement benefits
   1. Overview of pension plans
   2. Components of pension expense
   3. Accounting and reporting of pension expense, pension assets, and pension liabilities
   4. Accounting for other post-retirement and healthcare benefit plans

G. Accounting for Leases
   1. Basic concepts relating to leases
   2. Operating leases versus capital leases
   3. Accounting for leases by lessee
4. Accounting for leases by lessor
5. Accounting for sales-type leases and sale-leasebacks

H. Accounting Changes and Error Analysis
   1. Changes in accounting principle
   2. Changes in accounting estimate
   3. Reporting a change in equity
   4. Reporting correction of an error
   5. Summary of accounting changes and corrections of errors
   6. Motivations for change of accounting methods
   7. Analysis of multiple errors and their effects on financial statements
   8. Change from or to the equity method of accounting for an investment interest

I. Statement of Cash Flows
   1. Usefulness, classification, and format of the statement of cash flows
   2. Operating activities, investing activities, financing activities, and non-cash transactions
   3. Preparation of the statement of cash flows using the indirect method
   4. Preparing of the statement of cash flow using the direct method

J. Full Disclosure in Financial Reporting
   1. Full disclosure principle
   2. Disclosure issues: related-party transactions, subsequent events, segment reporting
   3. Auditor's and management reports
   4. Reporting on financial forecasts
   5. Basic financial statement analysis

METHODS OF INSTRUCTION:

A. Lecture:
B. Online:

INSTRUCTIONAL TECHNIQUES:

COURSE ASSIGNMENTS:

Reading Assignments

Textbook
Websites
Applicable articles in newspapers and trade journals and periodicals

Out-of-class Assignments

Students will be required to apply the concepts covered in class to real-life financial statements researched on the Web, Wall Street Journal, and other applicable periodicals. Students will then discuss their findings on the company, topic, or ethical issue of interest via oral presentations and/or written reports.

Writing Assignments

Students will demonstrate their critical thinking skills when devising solutions to textbook homework problems and examinations, which require them to analyze the situation at hand, interpret financial data, and prepare step-by-step analyses and calculations to arrive at their results. In addition, students will also research various relevant assigned topics and prepare writing assignments presenting the results of their research. Lastly, students will also engage in active ongoing group discussions on relevant course topics.
METHODS OF STUDENT EVALUATION:
- Midterm Exam
- Final Exam
- Short Quizzes
- Written Assignments
- Essay Examinations
- Objective Examinations
- Report
- Projects (ind/group)
- Problem Solving Exercises
- Oral Presentations
- Skills Demonstration

Demonstration of Critical Thinking:
Students will evaluate a number of relevant accounting issues related to the covered topics. Students will then demonstrate their understanding of the issues at hand by devising arguments, proposing solutions, and analyzing results based on their findings.

Required Writing, Problem Solving, Skills Demonstration:
Students will demonstrate their critical thinking skills when devising solutions to textbook homework problems and examinations, which require them to analyze the situation at hand, interpret financial data and prepare step-by-step analyses and calculations to arrive at their results. In addition, students will also research various relevant assigned topics and prepare writing assignments presenting the results of their research. Lastly, students will also engage in active ongoing group discussions on relevant course topics.

TEXTS, READINGS, AND RESOURCES:
- TextBooks:

LIBRARY:
- Adequate library resources include:

Comments:

Attachments:
- Attached Files