



## INTERMEDIATE ACCOUNTING II

### Course Syllabus

Revised 11/15/11

<b>C</b>	<b>L</b>	<b>CR</b>
<b>3</b>	<b>0</b>	<b>3.0</b>

**COURSE NUMBER:** ACC 202

**PREREQUISITE(S):** ACC 201 with a grade of "C" or better.

**CO-REQUISITE(S):** None

**COURSE DESCRIPTIONS** This course covers the application of accounting principles and concepts to account evaluation and income determination, including special problems peculiar to corporations and the analysis of financial reports. Other topics will include cash flows statements and constructing financial statements from incomplete records.

**TEXTBOOK(S):** Spiceland, Sepe, Nelson. Intermediate Accounting. 6<sup>th</sup> Edition, McGraw Hill Irwin 2011. ISBN: 978-0-07-811083-2

**REFERENCE(S):** None

**OTHER REQUIRED MATERIALS, TOOLS, AND EQUIPMENT:**

**METHOD OF INSTRUCTION:** Instruction methods used in this course will include lecture, demonstration, problem solving, and individual and group completion.

**GRADING SYSTEM:**

90	-	100	=	A
80	-	89	=	B
70	-	79	=	C
60	-	69	=	D
Below	-	60	=	F

The standard mathematical procedure of rounding will be applied to arrive at a whole number percentage in final grade calculation.

<b><u>GRADE CALCULATION METHOD:</u></b>	Unit Tests	=	60%
	Projects, Case Studies, etc.	=	20%
	Final Exam	=	20%
		=	100%

**ATTENDANCE  
POLICY:**

The student is responsible for punctual and regular attendance in all classes, laboratories, clinical, practica, internships, field trips, and other required class activities. The College does not grant excused absences; therefore, students are urged to reserve their absences for emergencies. When illness or other emergencies occur, the student is responsible for notifying instructors and completing missed work if approved for late submission by instructors.

The student is tardy if not in class at the time the class is scheduled to begin and is admitted to class at the discretion of the instructor.

Instructors maintain attendance records. However, it is the student's responsibility to withdraw from a course. A student enrolling in and attending at least one course session remains enrolled until the student initiates a withdrawal.

Withdrawal Policy: During the first 75% of the course, a student may initiate withdrawal and receive a grade of W. A student cannot initiate a withdrawal during the last 25% of the course. Extenuating circumstances require documentation and approval by the appropriate department head and academic dean.

Absences for Religious Holidays: Students who are absent from class in order to observe religious holidays are responsible for the content of any activities missed and for the completion of assignments occurring during the period of absence. Students who anticipate their observance of religious holidays will cause them to be absent from class and do not wish such absences to penalize their status in class should adhere to the following guidelines:

1. Observance of religious holidays resulting in three or fewer consecutive absences: Discuss the situation with the instructor and provide written notice at least one week prior to the absence(s). Develop (in writing) and instructor-approved plan which outlines the make up of activities and assignments.

Observances of religious holidays resulting in four or more consecutive absences: Discuss the situation with the instructor and provide the instructor with written notice within the first 10 days of the academic term. Develop an

instructor-approved plan with outlines the make up of activities and assignments.

**ACADEMIC CONDUCT:**

**ACADEMIC DISHONESTY:** Students are expected to uphold the integrity of the College's standard of conduct, specifically in regards to academic honesty. All forms of academic dishonesty including, but not limited to, cheating on assignments/tests, plagiarism, collusion, and falsification of information will call for disciplinary action. Disciplinary action imposed may include one or more of the following: written reprimand, loss of credit for assignment/test, termination from course, and probation, suspension, or expulsion from the College. For further explanation of this and other conduct codes, please refer to the Student Handbook.

**CELLULAR PHONES AND PAGERS/BEEPERS:** Cellular phones, pagers and beepers are not permitted to be turned on or used within the classroom. Use of these devices during classroom time will be considered a violation of the student code as it relates to “disruptive behavior.”

**CLASS/LAB PROCEDURES:**

**The Learning Center**, located in the rooms E-2 & E-5 of the East Building, provides computers for your use. Check the website <http://www.sccsc.edu/resources/tutoring/tlc> or call 592-4968 for current semester operating hours.

**ACCOMMODATIONS:**

Students who need special accommodations in this class because of a documented disability should notify Student Disability Services by calling (864) 592-4818, toll-free 1-800-922-3679; via email through the SCC web site at [www.sccsc.edu/resources/disabilities](http://www.sccsc.edu/resources/disabilities); or by visiting the office located in the East Building Room 30-B on the SCC Central campus. Contacting Student Disability Services early in the semester gives the College an opportunity to provide necessary support services and appropriate accommodations.

**Inclement Weather Schedule:**

- Check SCC Web Site: [www.sccsc.edu](http://www.sccsc.edu)
- Tune to **Channel-7** Local T.V. Station (CBS)
- Tune to an FM/AM Local radio station

**Program Director**

Mr. Jon Backman  
592-4842  
[backmanj@sccsc.edu](mailto:backmanj@sccsc.edu)

**Program Department Chair**

Mrs. Karen Ravan  
592-4840  
[ravank@sccsc.edu](mailto:ravank@sccsc.edu)

**COURSE  
COMPETENCIES &  
OBJECTIVES:**

**Upon satisfactory completion of this course, the student will be able to:**

- I. Apply appropriate procedures in accounting for current and contingent liabilities
  1. Describe the nature, type, and valuation of current liabilities
  2. Explain the classification issues of short-term debt expected to be refinanced.
  3. Identify types of employee-related liabilities
  4. Explain and identify the accounting for different types of contingencies
  5. Indicate how current liabilities and contingencies are presented and analyzed
  
- II. Analyze and employ appropriate procedures in accounting for long-term liabilities
  1. Describe the formal procedures associated with issuing long-term debt
  2. Identify various types of bond issues
  3. Describe the accounting valuation for bonds at date of issuance
  4. Apply the methods of bond discount and premium amortization
  5. Explain the accounting procedures for long-term notes payable
  6. Indicate how long-term debt is presented and analyzed

- III. Analyze and employ appropriate procedures in accounting for stockholders equity
  - 1. Discuss the characteristics of the corporate form of organization
  - 2. Explain the key components of stockholders' equity
  - 3. Explain the accounting procedures for issuing shares of stock
  - 4. Explain the accounting for treasury stock
  - 5. Explain the accounting for and reporting of preferred stock
  - 6. Describe the policies used in distributing dividends
  - 7. Identify the various forms of dividend distributions
  - 8. Explain the accounting for small and large stock dividends and for stock splits
  - 9. Indicate how stockholders' equity is presented and analyzed
  
- IV. Evaluate dilutive securities and determine earnings per share
  - 1. Describe the accounting for the issuance, conversion, and retirement of convertible securities
  - 2. Explain the accounting for convertible preferred stock
  - 3. Contrast the accounting for stock warrants, and for stock warrants issued with other securities
  - 4. Describe the accounting for stock compensation plans under generally accepted accounting principles
  - 5. Explain the controversy involving stock compensation plans
  - 6. Compute earnings per share
  
- V. Evaluate and record temporary and long-term investments
  - 1. Identify the three categories of debt securities and describe the accounting and reporting treatment for each category
  - 2. Understand the procedures for discount and premium amortization on bond investment
  - 3. Identify the categories of equity securities and describe the accounting and reporting treatment of each category

4. Explain the equity method of accounting and compare it to the fair value method of equity securities
  5. Describe the disclosure requirements for investment in debt and equity securities
- VI. Apply appropriate procedures in accounting for revenue recognition
1. Apply the revenue recognition principle
  2. Describe accounting issues involved with revenue recognition at point of sale
  3. Apply the percentage-of-completion method for long-term contracts
  4. Apply the completed-contract method long-term contracts
  5. Describe the installment sales method of accounting
  6. Explain the cost-recovery method of accounting
- VII. Identify the accounting issues associated with income taxes
1. Identify differences between pretax financial income and taxable income
  2. Explain the purpose of a deferred tax asset valuation allowance
  3. Describe the presentation of income tax expense in the income statement
  4. Describe various temporary and permanent differences
  5. Apply accounting procedures for a loss carryback, and a loss carryforward
  6. Describe the presentation of deferred income taxes in financial statements
- VIII. Analyze the accounting Procedures for Pensions and Postretirement Benefits
1. Distinguish between accounting for employers' pension plan and accounting for the pension fund
  2. Identify types of pension plans and their characteristics
  3. Identify the components of pension expense
  4. Explain the accounting procedures for recognizing unexpected gains and losses
  5. Explain the corridor approach to amortizing unrecognized gains and losses

- IX. Evaluate accounting for leases
1. Explain the nature, economic substance, and advantage of lease transactions
  2. Describe the accounting criteria and procedure for capitalizing leases and lessee
  3. Identify the classifications of leases for the lessor
  4. Identify special features of lease arrangements that cause unique accounting problems
  5. Describe the lessor's accounting for sale-type leases
  6. Describe the effect of residual values guaranteed and unguaranteed on lease accounting
- X. Evaluate accounting changes and errors, and make appropriate adjustments
1. Identify the types of changes
  2. Describe the accounting for changes in accounting principles
  3. Understand how to account for cumulative-effect accounting changes
  4. Understand how to account for retroactive accounting changes
  5. Describe the accounting for changes in estimate
  6. Identify changes in a reporting entity
  7. Identify economic motives for changing accounting methods
- XI. Prepare a Statement of Cash Flows
1. Describe the purpose of the statement of cash flow
  2. Identify the major classifications of cash flows
  3. Differentiate between net income, and net cash flow from operating activity
  4. Determine net cash flow from investing and financing activity
  5. Identify special problems in preparing a statement of cash flows
- XII. Describe Full Disclosure in Financial Reporting
1. Review the full disclosure principle and describe problems of implementation
  2. Explain the use of notes in financial statement preparation

3. Describe the accounting problems associated with interim reporting
4. Identify the major disclosures found in the auditor's report
5. Identify issues related to financial forecasts and projections
6. Understand management's responsibilities for financial

XIII. Apply the prescribed behaviors of behaviors of problem solving, relating interpersonally and oral/written communication skills

1. Apply an organized process for solving complex problem
2. Demonstrate the ability to effectively interact with individuals possessing different abilities to reach desired goals
3. Demonstrate ability to convey information to others with clarity using both written and oral communications