



Course Description

ACG2011 | Principles of Accounting II | 3.00 credits

This is the second part of the introductory financial accounting series, which includes ACG2001 and ACG2011, with emphasis on accounting owner's equity and corporate financial statements. Other topics include receivables, fixed assets, intangible assets, current and long-term liabilities. Co-requisite: ACG2011L

Course Competencies:

Competency 1: The student will demonstrate knowledge of receivables by:

1. Listing the common classification of receivables
2. Summarizing and providing examples of internal control procedures that apply to receivables
3. Describing the nature of and the accounting for uncollectible receivables
4. Journalizing the entries for the allowance method of accounting for uncollectibles, and estimating uncollectible receivables based on sales and on an analysis of receivables
5. Journalizing the entries for the direct write-off method of accounting for uncollectible receivables
6. Describing the nature and characteristics of promissory notes
7. Journalizing the entries for notes receivable transactions
8. Describing the presentation of receivables on the balance sheet

Competency 2: The student will demonstrate knowledge of accounting for fixed and intangible assets by:

1. Defining fixed assets, natural resources and intangible assets
2. Identifying what items are included in the cost of a fixed asset
3. Classifying fixed asset costs as either capital expenditures or revenue expenditures
4. Computing depreciation, using the following methods: straight-line, units-of-production, and declining-balance method
5. Computing depletion and journalizing the entry for depletion
6. Understanding the accounting for intangible assets, including amortization
7. Journalizing entries for the disposal of fixed assets
8. Describing internal controls over fixed assets
9. Describing how depreciation expense is reported in an income statement
10. Describing the presentation of fixed assets, natural resources, and intangible assets on the balance sheet

Competency 3: The student will illustrate accounting procedures for current liabilities by:

1. Journalizing entries for short-term notes payable
2. Determining gross pay, deductions, and net pay for an individual employee
3. Determining employer liabilities for payroll
4. Describing the accounting for payroll and the use of a payroll register
5. Journalizing payroll, employers' liability, and employee fringe benefits
6. Describing the accounting treatment for contingent liabilities and product warranties

Competency 4: The student will explain the nature of the corporate form of organization and how a corporation accounts for stock by:

1. Describing the characteristics of the corporate form of organization
2. Listing the major sources of paid-in capital, including the two main classes of stock
3. Determining dividend distribution for the two main classes of stock
4. Journalizing the entries for issuing stock
5. Journalizing the entries for treasury stock transactions

6. Journalizing the entries for cash dividends and stock dividends
7. Stating the effect of stock splits on corporate financial statements

Competency 5: The student will demonstrate knowledge of accounting principles relating to accounting for bonds by:

1. Describing the characteristics of bonds
2. Computing the present value of bonds payable
3. Journalizing entries for bonds payable
4. Journalizing entries for bond redemptions
5. Journalizing entries to amortize bond premium or discount
6. Journalizing entries to record the sale of bond investments
7. Preparing a corporation balance sheet
8. Computing the potential impact of long-term borrowing on the earnings per share of a corporation

Competency 6: The student will utilize technology in recording and summarizing accounting information by:

1. Preparing spreadsheets In Excel
2. Utilizing online homework management systems
3. Using the internet to access examples of corporate financial statements

Competency 7: The student will reinforce their knowledge of critical thinking and oral and written communication skills by:

1. Reading accounting material published in books, journals, and other sources of information online.
2. Writing and presenting reports on basic accounting ethical issues and current events.

Learning Outcomes:

- Use quantitative analytical skills to evaluate and process numerical data
- Formulate strategies to locate, evaluate, and apply information