

# NORTHWESTERN CONNECTICUT COMMUNITY COLLEGE

## COURSE SYLLABUS

**Course Title:** Intermediate Accounting II

**Course #:** ACC\* 272

**Course Description:** 3 credits

Intermediate Accounting II is an advanced financial accounting course for students desiring to pursue an accounting profession. This course covers in depth the theory and applied practice of financial accounting for fixed assets, depreciation, impairments and depletion of fixed assets; financial accounting for intangible assets; financial accounting for current liabilities and contingencies; financial accounting for long-term liabilities, including debt restructuring; stockholders' equity; dilutive securities and earnings per share; investments; revenue recognition; accounting changes and error analysis; statement of cash flows; full disclosure in financial reporting:

*“Accounting is a service activity. Its function is to provide quantitative information about economic activities. The information is primarily financial in nature and is intended to be useful in making economic decisions”* (Pyle & Larson, 1984, p. 6).

This course requires you have a moderate grasp of calculating the time value of money.

Special attention will be given to financial statement analysis, the statement of changes in financial position required for full disclosure in the financial reporting process:

The assumption surrounding quantitative financial accounting reporting is it is correct and accurate;

*“...because the published financial reports were prepared in accordance with SEC requirements, Financial Accounting Standard Board (FASB) published reporting requirements, Generally Accepted Accounting Principles (GAAP) and had been audited in accordance with the standards of the Public Company Accounting Oversight Board”*. (Rodgers, 2010, p. 17).

**Pre-requisite:** ACC\* 271 Intermediate Accounting I with a grade of “C” or better, or permission from the instructor.

**Goals:** The broad course goals are:

1. To construct an accounting information system and generate the required financial statements for external users.
2. To describe the accounting information system and the external financial reporting process.

3. To interpret information contained in published financial statements under full disclosure and financial reporting requirements.

**Outcomes:**

Upon completion of this course, students should be able to:

1. Interpret information presented in the Balance Sheet; Income Statement; Statement of Cash Flows; and Statement of Retained Earnings.
2. Describe the major financial statements and other means of financial reporting.
3. Describe how accounting assists in the efficient use of scarce resources.
4. Recognize the major policy-setting bodies and their role in the standard-setting process.
5. Describe the necessity for issues related to ethics in financial accounting.
6. Describe the usefulness of a conceptual framework in accounting.
7. Describe the objectives of financial reporting.
8. Identify the qualitative characteristics of accounting information.
9. Identify the costs to include in the initial valuation of property, plant and equipment.
10. Recognize accounting issues related to acquiring and valuing plant assets.
11. Describe the accounting treatment for costs subsequent to acquisition and disposal of property, plant, and equipment.
12. Identify the factors involved in the depreciation process.
13. Compare and contrast straight-line, and decreasing-charge methods of depreciation.
14. Describe the accounting issues related to asset impairments.
15. Describe the accounting procedures for depletion of natural resources.
16. Describe the characteristics of intangible assets.
17. Identify the costs to include in the initial valuation of intangible assets.
18. Complete the process for amortizing intangible assets.
19. Complete the accounting procedures for recording goodwill.
20. Describe the issues and procedures related to intangible asset impairments.
21. Describe the nature, type and valuation of current liabilities.
22. Describe the classification issues of short-term debt expected to be refinanced.
23. Describe how to present and analyze liabilities and contingencies.
24. Calculate the valuation for bonds at the date of issuance.
25. Apply the methods of bond discount and premium amortization.
26. Present and analyze long-term debt.
27. Apply debt restructuring techniques.
28. Describe the characteristics of the corporate form of an organization.
29. Describe the key components of stockholders' equity.
30. Complete the accounting procedures for issuing shares of stock.
31. Perform the accounting and reporting for treasury stock and preferred stock.
32. Present and analyze stockholders' equity.
33. Apply the revenue recognition principle.
34. Apply the percentage-of-completion and completed-contract methods for long-term contracts.
35. Identify the proper accounting for issues on long-term contracts.
36. Describe the cost-recovery method of accounting.

37. Identify the major classifications of cash flows.
38. Differentiate between net income and net cash flows from operating activities.
39. Compare and contrast the direct and indirect methods of calculating net cash flows from operating activities.
40. Determine net cash flows from investing and financing activities.
41. Complete a statement of cash flows.
42. Discuss the use of notes in financial statement preparation.
43. Describe the disclosure requirements for major business segments.
44. Identify issues related to financial forecasts and projections.
45. Identify major analytic ratios and describe their calculations.
46. Complete comparative analysis and percentage analysis techniques.