

Southeastern College

Intermediate Accounting II

ACTG 3123—Spring 2006

William Hahn, CPA, DBA

**Office Hours: As posted on my door
in building H-7 or by appointment**

Campus Telephone: 667-5000, Extension 5141

Campus E-mail: bhahn@secollege.edu

TEXT: Dyckman, Davis, Dukes, Intermediate Accounting 5th, Boston: Irwin/McGraw-Hill.

COLLEGE MISSION STATEMENT: Southeastern, a Christ-centered college, fosters student success by integrating personal faith and higher learning. Within our loving Pentecostal community, we challenge students to prepare professionally so they can creatively serve their generation in the Spirit of Christ.

CATALOG DESCRIPTION. This course examines the accounting principles and techniques related to short- and long-term liabilities, income taxes, owners' equity, and earnings per share. Course coverage also includes the statement of cash flows and special topics in the areas of error corrections, disclosures, and interim reporting.

Credit Hours: (3)

I. PURPOSE

To provide a solid foundation in accounting theory that will prepare students for further pursuit of an accounting major, will lay a foundation for success in taking the CPA or CMA exam, and will advance preparation for a career in accounting.

II. OBJECTIVES OF COURSE

General Learning Objectives: Upon completion of the course, students will be able to:

1. Account for and interpret various types of short- and long-term debt alternatives used by firms.
2. Account for current and deferred income taxes.
3. Understand the nature of and account for various equity accounting alternatives.
4. Be able to prepare and interpret a statement of cash flows.
5. Understand how financial disclosures and interim reporting requirements impact a firm.

III. TOPICS TO BE COVERED

- A. Liabilities
- B. Owners' Equity
- C. Special Topics: Statement of Cash Flows; Accounting Changes and Error Corrections; Disclosures, Segment Reporting, and Interim Reporting

IV. INSTRUCTIONAL PROCEDURE

- A. Lecture/Discussion—Individual and Group
- B. End of Chapter Assignments
- C. Short Case Studies
- D. In-class Group Work

V. RESPONSIBILITIES OF STUDENTS

- A. **Reading**—READ the chapters of the Intermediate Accounting text when assigned, on time.
- B. **Preparation**—Be prepared to discuss the material each session. Students are expected to complete, prior to class, all assignments including readings, problems/questions, cases, and special projects. Active participation in class discussions is expected.
- C. **Participation**—This course is intended to be interactive.
- D. **Attendance**—Adhere to college policy.
- E. **Academic Honesty**—Any instance of academic dishonesty, including plagiarism, will be handled in accordance with the Student Handbook.
- F. **Personal Responsibility**--If you cannot be present for a class, **you are responsible contacting either me, or a fellow student, in order to find out what was covered in class the day you were absent.**

Material not turned in when due will be accepted, but will receive a penalty of **one full letter grade reduction for each day late. Material will NOT be accepted if it is over FIVE days late. After five days, the grade is zero.**

Attendance is important. An employer will expect you to be at work every day and to arrive on time. So do I. This class meets two times a week, therefore, missing a class is the equivalent to missing a 1.5 MWF class. Being tardy three times will equal one absence. Absences will be accounted for consistent with College policy as set forth in the Student Handbook.

Failure to take a test on the assigned date will result in a ZERO. If you cannot attend class on a day an exam is scheduled, you must take the exam in advance unless have an emergency that is excused by the Academic Dean.

All other academic policies are described in the Student Handbook.

VI. EVALUATION

A. Evaluation Activities:

1. Three Tests—Each are 25% of total grade. In other words, tests are 75% of total grade. The final exam is one of the three exams.
2. End of Chapter Assignment Preparation—20% of total grade.
3. Contribution to Classroom Discussion and Activities—5% of total grade.

B. Grading Scale:

90% - 100%	A
80% - 89%	B
70% - 79%	C
60% - 69%	D
Below 59%	F

VII. STUDENTS WITH DISABILITIES

Southeastern College is committed to the provision of reasonable accommodations for students with disabilities as defined in Section 504 of the Rehabilitation Act of 1973. Students who think they may qualify for these accommodations should notify their instructor immediately. Special services are provided through the Career and Counseling Office.

VIII. COURSE CALENDAR AND/OR OUTLINE

Approximate material coverage and testing dates. This schedule may be modified as the semester progresses. Note that the weeks set forth below are class weeks and are different from calendar weeks due to holidays and other time away from the academic calendar.

Week 1

- A. Course Introduction/Requirements
- B. Chapter 13

Week 2

- A. Course Introduction/Requirements
- B. Discussion Topics Include:
 1. Investments in Debt and Equity
- C. Assignments:
 1. Read Chapter 14
 2. Specific problems will be assigned on a weekly basis.

Week 3

- A. Discussion Topics Include:
 1. Short Term Liabilities
 2. Current and Contingent

- B. Assignments:
 1. Read Chapter 15.
 2. Specific problems will be assigned on a weekly basis.

Week 4

- A. Discussion Topics Include:
 1. Long-term Liabilities
 2. Bonds and Notes
 3. Off Balance Sheet Financing

- B. Assignments:
 1. Reading: Chapter 16
 2. Preparation: Specific problems will be assigned on a weekly basis.

Week 5

- A. Discussion Topics Include:
 1. Accounting for Leases
 2. Operating and Capital Leases
 3. Sale-Leaseback

- B. Assignments:
 1. Reading: Chapter 17
 2. Preparation: Specific problems will be assigned on a weekly basis.

Week 6

- A. First Examination, Chapters 14, 15, 16, 17

- B. Discussion Topics Include:
 1. Pensions and Postemployment Benefits
 2. Pension Terminology and Reporting

- C. Assignments:
 1. Reading: Chapter 18
 2. Preparation: Specific and problems will be assigned on a weekly basis.

Week 7

- A. Discussion Topics Include:
1. Accounting for Income Taxes
 2. Current and Deferred Taxes
 3. Footnote Disclosure
- B. Assignments:
1. Reading: Chapter 19
 2. Preparation: Specific problems will be assigned on a weekly basis.

Week 8

- A.. Discussion Topics Include:
1. Corporations: Contributed Capital
 2. Equity Sources
 3. Stock Issuance and Reacquisition Accounting
- B. Assignments:
1. Reading: Chapter 20
 2. Preparation: Specific problems will be assigned on a weekly basis.

Week 9

- A. Discussion Topics Include:
1. Corporations: Retained Earnings
 2. Dividends
 3. Stock Dividends and Splits
- B. Assignments:
1. Reading: Chapter 21
 2. Preparation: Specific problems will be assigned on a weekly basis.

Week 10

- A. Second Examination Chapters 18, 19, 20, 21

Week 11

- A. Discussion Topics Include:
1. Earnings Per Share
 2. Simple Capital and Complex Capital Structure
 3. Diluted Earnings Per Share
- B. Assignments:

1. Reading: Chapter 22
2. Preparation: Specific problems will be assigned on a weekly basis.

Week 12

- A. Discussion Topic Include:
1. Statement of Cash Flows
 2. Direct and Indirect Methods
- B. Assignments:
1. Reading: Chapter 23
 2. Preparation: Specific problems will be assigned on a weekly basis.

Week 13

- A. Discussion Topic Include:
1. Accounting Changes and Error Correction
 2. Reporting Issues
- B. Assignments:
1. Reading: Chapter 24
 2. Preparation: Specific problems will be assigned on a weekly basis.

Week 14

- A. Discussion Topics Include:
1. Financial Disclosures
 2. Segment Reporting
 3. Interim Reporting
- B. Assignments:
1. Reading: Chapter 25
 2. Preparation: Specific problems will be assigned on a weekly basis.

Week 15

- A. Discussion Topics Include:
1. Financial Statement Analysis
 2. A Public Company Financial Statement Will be Used
- B. Assignments:
1. Reading: Use the text as a reference source
 2. Preparation: Specific problems will be assigned on a weekly basis.

Week 16

- A. Review
- B. Final Exam held on the 30th class day of the semester at the end of Week 15
Chapters 22, 23, 24, 25 and FSA

IX. CLASS FORMAT

Information covered in each chapter will provide a framework for the next topic of discussion. Please be aware that the pace of this course is intense and the workload is significant.

Instructional methods will include lecture and advance preparation of assignments, and problem review.

Each student is expected to commit to the "4 P's" of involvement in this class. These are:

1. **Preparation**--class discussion will mean little if the text material is not read and assignments are not prepared in advance.
2. **Presence**—your unique thoughts and insights cannot be contributed to group discussions and you cannot fully capture the course material, if you are not present during class time.
3. **Promptness**--late arrivals disrupt the class and adversely impact the decorum of the learning process. **Note: Three times being tardy will equal one absence for evaluation purposes.**
4. **Participation**--as part owner of the discussion, it is each student's responsibility to share in the advancement of the group's collective skills and knowledge by participating fully in group discussions and classroom exercises.

Material will be covered in class that is not presented in the textbook. This material will include information presented in lectures, additional readings, and in-class exercises. Exams will cover this material as well as that assigned in the textbook.

X. Final Exam

Class must be held on the day of the final exam as determined by the Academic Dean. Please insure that your travel plans take the final exam week into consideration.