ACG3113  Intermediate Financial Accounting

Course Description: This course provides an emphasis on analysis of balance sheet accounts through problem solving. Students will gain a more in-depth knowledge of Generally Accepted Accounting Principles (GAAP), including an advanced understanding of long-term assets, current and long-term liabilities and equities. Prerequisite: ACG 3103 (3 hr. lecture)

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<th>Course Competency</th>
<th>Learning Outcomes</th>
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| **Competency 1:** The student will demonstrate Financing liabilities: Bonds and Long-term liabilities by: | 2. Numbers / Data  
3. Critical thinking  
8. Computer / Technology Usage |
| 1. Explain the reasons for issuing long-term financing liabilities, such as bonds and notes payable. |  
2. Understand the characteristics of bonds payable.  
3. Compute the issue price of bonds payable.  
4. Record the issuance of bonds payable.  
5. Amortize bond discounts and bond premiums.  
6. Explain extinguishment of liabilities. |
| **Competency 2:** The student will demonstrate Contributed Capital by: |  
1. Define equity and explain the corporate form of organization, including its advantages and disadvantages.  
2. Explain the rights and terms that apply to capital stock.  
3. Compute the accounting for the issuance of capital stock.  
4. Analyze non-compensatory share purchase plans.  
5. Analyze and account for share-based compensation plans.  
6. Describe the characteristics of preferred stock.  
7. Understand the accounting for treasury stock.  
8. Distinguish the components of contributed capital and how they are reported in financial statements. |
| **Competency 3:** The student will demonstrate Retained Earnings and Earnings per share by: |  
1. Explain the accounting and reporting for different types of dividends.  
2. Discuss the accounting for prior period adjustments and restrictions of retained earnings.  
3. Explain the various components of shareholders’ equity and related disclosures. |
4. Compute basic earnings per share (EPS) including the computation of weighted average common shares.
5. Compute diluted earnings per share including the identification of potential common shares.
6. Analyze the differences in diluted and basic earnings per share.

**Competency 4**: The student will demonstrate Advanced Issues in Revenue Recognition by:

1. Understand and explain the core issues of revenue recognition.
2. Describe how a company identifies a contract with a customer.
3. Examine how a company identifies the performance obligations in a contract.
4. Understand how a company determines the transaction price of a contract.
5. Describe how to allocate the transaction price to the performance obligations in the contract.
6. Analyze revenue as the company satisfies the performance obligations in the contract.
7. Understand the accounting for long-term contracts in which revenue is recognized over time versus at a point in time.

**Competency 5**: The student will demonstrate Accounting for Income Taxes by:

1. Understand accounting issues related to income taxes.
2. Apply interperiod income tax allocation and explain the accounting for temporary differences.
3. Analyze, record and report deferred tax liabilities and deferred tax assets.
4. Understand and explain the accounting for permanent differences.
5. Explain and account for operating loss carrybacks and carryforwards.
6. Describe and apply intraperiod tax allocation.
7. Examine presentation and disclosure issues related to accounting for income taxes.
8. Understand and explain the accounting for uncertain tax positions.

**Competency 6**: The student will demonstrate Accounting for Post-Retirement Pension Plans by:

1. Understand the characteristics of pension plans.
2. Explain the GAAP for pension plans, including computing pension expense and recognizing pension liabilities and assets.
3. Account for defined benefit pension plans.
4. Understand several important additional issues related to accounting for pension plans.
5. Explain and account for other postretirement benefit plans (OPRBs).

**Competency 7:** The student will demonstrate Accounting for Leases by:

1. Explain how to classify leases.
2. Explain the advantages and disadvantages of leasing.
3. Account for a lessee’s operating and capital leases.
4. Understand statement of cash flow presentation and disclosure by the lessee.
5. Account for a lessor’s operating, direct financing, and sales-type leases.
6. Understand statement of cash flow presentation and disclosure by the lessor.

**Competency 8:** The student will demonstrate Statement of Cash Flows by:

1. Understand and define operating, investing, and financing activities.
2. Explain the direct and indirect methods for reporting operating cash flows.
3. Prepare a statement of cash flows using the visual inspection method.
4. Prepare a statement of cash flows using the spreadsheet method.
5. Account for special items affecting the statement of cash flows.
6. Understand and prepare the operating activities section under the direct method.

**Competency 9:** The student will demonstrate Accounting for Errors by:

1. Identify the types of accounting changes and explain the methods of reporting each type of change.
2. Account for a change in accounting principle.
3. Account for a change in estimate.
4. Identify a change in a reporting entity.
5. Account for a correction of an error.