

# Accounting III

## (12109)

**Rationale Statement:**

Accounting is the language of business and an integral aspect of all business activities. Mastery of fundamental accounting concepts, skills, and competencies is essential to making informed business decisions. Students will use basic principles from Accounting I & II and incorporate them into more advanced accounting practices using technology.

**Suggested Grade Level:**

Grades 11-12

**Topics Covered:**

- **Cost Accounting**
- **Managerial Accounting**
- **Advanced Partnership Accounting**
- **Not-for-Profit Organizations Accounting**

<b>Indicator #1: Utilize cost accounting methods to track, record, and analyze business costs.</b>	
<b>Bloom's Taxonomy Level</b>	<b>Standard and Examples</b>
Understanding	<p><b>A3.1.1 Explain appropriate cost accounting practices for a departmentalized merchandising business.</b></p> <p>Examples:</p> <ul style="list-style-type: none"> <li>• Define terms related to cost accounting for a merchandising business</li> <li>• Identify concepts and practices related to cost accounting for a merchandising business</li> <li>• Journalize entries for direct and indirect expenses</li> <li>• Prepare a departmental margin statement and income statement</li> </ul>
Applying	<p><b>A3.1.2 Explain appropriate cost accounting practices for a manufacturing business.</b></p> <p>Examples:</p> <ul style="list-style-type: none"> <li>• Define terms related to cost accounting for a manufacturing business</li> <li>• Identify concepts and practices related to cost accounting for a manufacturing business</li> <li>• Identify manufacturing costs: (1) direct materials, (2) direct labor, (3) factory overhead</li> <li>• Maintain job order cost sheets</li> <li>• Compute overhead rates and apply overhead to jobs</li> </ul>

	<ul style="list-style-type: none"> <li>• Prepare a worksheet, statement of cost of goods manufactured, income statement and balance sheet for a manufacturing business</li> </ul>
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**Indicator #2: Assess the financial condition to make informed business decisions.**

<b>Bloom's Taxonomy Level</b>	<b>Standard and Examples</b>
Evaluating	<p><b>A3.2.1 Evaluate budget reports to make business decisions.</b></p> <p>Examples:</p> <ul style="list-style-type: none"> <li>• Discuss the information that can be obtained from analyzing financial statements</li> <li>• Recognize the primary areas of analysis and explain the information that can be obtained from each type of analysis</li> <li>• Prepare budget reports</li> <li>• Assess profitability by calculating and interpreting financial ratios</li> <li>• Calculate the breakeven point</li> </ul>
Applying	<p><b>A3.2.2 Demonstrate specialized accounting procedures to track cash flow.</b></p> <p>Examples:</p> <ul style="list-style-type: none"> <li>• Identify accounting concepts and practices related to cash flow analysis</li> <li>• Describe operating, investing, and financing activities and provide examples of each</li> <li>• Prepare a statement of cash flows</li> </ul>

**Indicator #3: Perform advanced accounting functions specific to partnerships.**

<b>Bloom's Taxonomy Level</b>	<b>Standard and Examples</b>
Applying	<p><b>A3.3.1 Perform accounting procedures specific to the organization and expansion of a partnership.</b></p> <p>Examples:</p> <ul style="list-style-type: none"> <li>• Define and identify accounting concepts and practices related to forming and expanding partnerships</li> <li>• Journalize transactions related to forming and expanding partnerships</li> </ul>
Evaluating	<p><b>A3.3.2 Evaluate financial reports for a partnership.</b></p> <p>Examples:</p> <ul style="list-style-type: none"> <li>• Define and identify accounting concepts and practices related to end-of-fiscal-period work for a partnership</li> <li>• Calculate the distribution of partnership earnings</li> <li>• Complete end-of-fiscal work for a partnership</li> <li>• Journalize transactions for liquidating a partnership</li> </ul>

**Indicator #4: Demonstrate budgeting, accounting and financial reporting for not-for-profit organizations.**

<b>Bloom's Taxonomy Level</b>	<b>Standard and Examples</b>
Applying	<p><b>A3.4.1 Perform special accounting functions pertaining to budgeting for not-for-profit organizations.</b></p> <p>Examples:</p> <ul style="list-style-type: none"><li>• Define accounting terms related to budgeting and accounting for a not-for-profit organization</li><li>• Identify accounting concepts and practices related to budgeting and accounting for a not-for-profit organization</li><li>• Describe the process used to develop an operating budget</li><li>• Journalize budget transactions for not-for-profit organizations</li><li>• Journalize revenue transactions for not-for-profit organizations</li><li>• Journalize expenses, encumbrances and other transactions for not-for-profit organizations</li></ul>
Evaluating	<p><b>A3.4.2 Prepare financial statements for not-for-profit organizations.</b></p> <p>Examples:</p> <ul style="list-style-type: none"><li>• Identify accounting concepts and practices related to financial reporting for a not-for-profit organization</li><li>• Prepare financial statements for a not-for-profit organization</li><li>• Record adjusting and closing entries for a not-for-profit organization</li></ul>