



Advanced Accounting

Career Cluster	Finance
Course Code	12108
Prerequisite(s)	Accounting I
Credit	0.5 or 1.0 credit
Program of Study and Sequence	Cluster courses – Accounting I – Advanced Accounting and/or Specialized Accounting – Advanced cluster courses – Capstone experience
Student Organization	FBLA, DECA
Coordinating Work-Based Learning	None
Industry Certifications	None
Teacher Certification	Business Management & Administration Cluster Endorsement; Marketing Cluster Endorsement; Finance Cluster Endorsement; Accounting Pathway Endorsement; Banking Services & Business Finance Pathway Endorsement; Insurance, Securities & Investments Pathway Endorsement; *Business Education
Resources	

Course Description:

Students in Advanced Accounting will develop advanced skills that build upon those acquired in Accounting I. Additional accounting skills such as departmentalized accounting, reconciling uncollectible accounts, calculating depreciation on assets, interpreting financial information, and calculating notes and interest will be developed. Computerized accounting may be incorporated where resources are available.

Program of Study Application

Advanced Accounting is a continuing course in the Accounting pathway of the Finance cluster. Accounting I must be completed as a prerequisite and Specialized Accounting may be taken to complete the Accounting pathway.

Course Standards**AA 1 Demonstrate advanced principles and procedures of the accounting cycle.**

<i>Webb Level</i>	<i>Sub-indicator</i>	<i>Integrated Content</i>
Level 3: Strategic Thinking	AA 1.1 Analyze and prepare financial transactions for a departmentalized accounting system. <ul style="list-style-type: none"> • Journalize and post departmentalized transactions • Calculate payroll records • Calculate interim statements of gross profit • Prepare departmental financial statements 	
Level 3: Strategic Thinking	AA 1.2 Apply accounting control system procedures to maintain accurate records. <ul style="list-style-type: none"> • Prepare and maintain vouchers and record transactions in a voucher system • Compare and contrast periodic and perpetual inventory methods • Calculate the cost of inventory and apply appropriate valuation methods • Discuss ethical implications surrounding the use of vouchers • Discuss ethical issues involving inventory 	

Notes

AA 2 Demonstrate advanced accounting procedures.

<i>Webb Level</i>	<i>Sub-indicator</i>	<i>Integrated Content</i>
Level 2: Skill/concept	AA 2.1 Demonstrate the ability to handle uncollectible accounts/bad debts. <ul style="list-style-type: none"> • Justify the need for writing off uncollectible accounts/bad debts • Explain the differences between the direct write-off and allowance methods • Journalize and post the adjusting entries for collecting a previously written-off account • Discuss how to deal ethically with customers 	
Level 2: Skill/concept	AA 2.2 Examine and apply the principles for plant assets and depreciation of assets. <ul style="list-style-type: none"> • Prepare and maintain plant asset records • Calculate and record depreciation using accepted methods 	
Level 3: Strategic Thinking	AA 2.3 Analyze the principles for notes payable and notes receivable. <ul style="list-style-type: none"> • Calculate interest, maturity dates, and maturity values of notes payable and receivable • Analyze and record transactions for notes payable • Analyze and record transactions for notes receivable 	
Level 3: Strategic Thinking	AA 2.4 Analyze the principles for accruals. <ul style="list-style-type: none"> • Explain the difference between prepaid and accrued expenses • Explain the difference between unearned and accrued revenue • Calculate, journalize and post accrual adjusting entries 	

Notes

AA 3 Perform accounting functions specific to corporations.

<i>Webb Level</i>	<i>Sub-indicator</i>	<i>Integrated Content</i>
Level 4: Extended Thinking	AA 3.1 Analyze the factors that affect acquiring additional capital, issuing stock, and calculating and paying dividends. <ul style="list-style-type: none"> • Demonstrate methods for the stock issuance • Compute and record dividends of preferred and common stock • Examine the reasons for acquiring treasury stock and journalize related transactions 	
Level 4: Extended Thinking	AA 3.2 Analyze and interpret financial statements for corporations. <ul style="list-style-type: none"> • Complete worksheets for corporations • Prepare, analyze, and interpret balance sheets for corporations • Prepare, analyze, and interpret income statements for corporations • Prepare, analyze, and interpret statements of stock holder's equity for corporations • Calculate corporate income tax 	

Notes