

# Common Course Outline

ACCT 230

Advanced Accounting I

3 Semester Hours

## The Community College of Baltimore County

### Description

#### **Advanced Accounting I**

Studies the application of accounting and business problems' explains financial statement presentation, business combinations and consolidated financial statements and foreign operations.

3 credits: 3 lecture hours per week. *Prerequisites: ACCT 201 recommended*

### Overall Course Objectives

Upon completion of this course the student will be able to:

1. Differentiate the various business combinations;
2. Apply accounting procedures to a variety of business combinations;
3. Explain the accounting process for consolidations;
4. Explain the limitations of consolidated financial statements;
5. Differentiate proprietary theory, parent company theory, and entity theory;
6. Prepare consolidated financial statements and disclosures;
7. Explain the accounting process for intercompany fixed assets, apply related accounting procedures, and prepare related disclosures;
8. Explain the accounting process for intercompany merchandise, apply related accounting procedures, and prepare related disclosures;
9. Explain the accounting process for intercompany indebtedness, apply related accounting procedures, and prepare related disclosures;
10. Explain the factors affecting exchange rates;
11. Compute direct and indirect exchange rates and explain the relationships between a given set of currencies and rates;
12. Describe common foreign currency accounting transactions, apply related accounting procedures, and prepare related disclosures.

### Major Topics

- I. Business Combinations
- II. Equity Method Investments
- III. Consolidated Statements
- IV. Consolidation – date of acquisition
- V. Consolidation – following acquisition
- VI. Intercompany Fixed Assets
- VII. Intercompany Merchandise
- VIII. Intercompany Indebtedness
- IX. Multinational Accounting – foreign currency transactions and financial instruments

### Course Requirements

Through a variety of learning experiences including lecture, class discussion, and audio-visual material, the students will apply advanced accounting concepts and procedures.

Grading/exams: Grading procedures will be determined by the individual faculty member, but may include the following:

1. Examinations that include practical applications.
2. Graded assignments that provide appropriate feedback of the student's mastery of applications and concepts.

Writing: Evaluation of student performance will include some formal and/or informal writing assignments that contribute to the mastery of writing within the discipline of accounting. The individual faculty member will determine specific writing assignments.

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