



A POLYTECHNIC INSTITUTION

SEP 05 2003

COURSE OUTLINE

Note: Should changes be required to the content of this course outline, students will be given reasonable notice.

COURSE NUMBER: FMGT 4110	COURSE NAME: Financial Accounting 2	
SCHOOL OF BUSINESS	Start Date: January 2003	End Date: May 2003
TAUGHT BY: Financial Management		
TAUGHT TO:		
<i>Program: Financial Management</i>		
<i>Option: Finance</i>		

Hours/Week		Total Hours:	100	Term/Level: 4	
Lecture:	1				
Lab:	2				
Other:	2	Total Weeks:	20	Credits:	7

Instructor: Robin G. Dalziel, MBA, CGA, CFP	
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Office Hours: AS POSTED	

Pre-requisites:	FMGT 4110 is a prerequisite for
Course Number: FMGT 3110	None.
Course Name: Financial Accounting 1	

Short Course Description:

Helps students develop sufficient accounting knowledge for an intermediate-level financial accounting position and exemption (subject to achieving a prescribed mark) from the equivalent course offered by the professional accounting bodies.

Course Goals

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

1. develop a better understanding of the accounting process and the concepts, principles and procedures essential to the attainment of accounting objectives as exemplified in annual reports prepared for external use.
2. recognize the complexity of specific accounting issues such as income taxes, leases, and pensions and how policy choices relating to these topics affect published financial statements.

Evaluation:

Final Examination	50	%
Midterm Tests	40	%
Quizzes		%
Assignments	10	%
Total	100	%

Text(s) and Equipment:

Required:

Intermediate Accounting — 1st Edition — Beechy, Conrod, Volume 1 & 2.

Recommended: The following is a small selection only of interesting and useful supplementary reading and reference material.

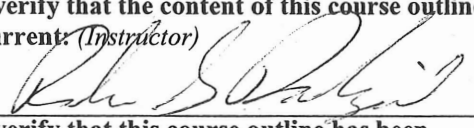
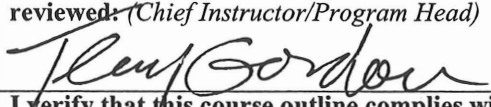



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1. Your first year accounting textbook
2. *Financial Reporting in Canada* — C.I.C.A.
3. *Canada Business Corporations Act*
4. *B.C. Companies Act*
5. Monthly magazines of C.A., C.G.A. and C.M.A. Associations
6. Published financial reports of leading Canadian companies.

Prior Learning Assessment Method: *N/A*

Verification:

I verify that the content of this course outline is current: (Instructor) 	Date: <i>January 2003</i>
I verify that this course outline has been reviewed: (Chief Instructor/Program Head) 	Date: <i>Jan. 28, 2003</i>
I verify that this course outline complies with BCIT policy: (Associate Dean) 	Date: <i>Jan 28/03</i>

Course Learning Outcomes/Competencies:

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

1. Identify and account for investments other company's securities on a under temporary holding and long-term holding assumptions.
2. Application of cost and equity method of accounting for long term equity holdings.
3. Record current liabilities, particularly in such specific areas as short-term notes, contingencies and compensated absences.
4. Record the issue and retirement of long-term notes payable, mortgages and bonds, including the appropriate accrual of interest and expenses. A thorough knowledge of present value concepts will be expected.
5. Fully understand disclosure requirements for shareholders' equity and the accounting for share capital transactions, including those affecting contributed surplus and retained earnings accounts. The latter will include accounting for stock rights, stock splits and dividends.
6. Identify complex debt and equity instruments and account for stock warrants and stock compensation plans.
7. Gain a basic understanding of how to record income tax expense using the asset/liability approach including the application of loss carry-forwards.
8. Appreciate the complexities of accounting for leases and to record basic direct financing and sales types. Here again, present value concepts will be stressed.
9. Understand the nature of pensions and post-retirement benefits and the complexities of accounting for them. To be able to prepare the worksheets and journal entries for more than one year for basic pension arrangements.



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10. Detailed understanding of the definition and determination of earnings-per-share under simple and complex capital structures.
11. Develop the analytical and technical ability to handle accounting changes in the accounts and related external reporting.
12. To maintain an understanding of financial statement relationships, the Statement of Cash Flow implications will be discussed on a topic by topic basis.
13. Utilize ratios and other methods to assess the implication of accounting policy on the overall presentation of financial information in published annual reports.

Course Notes (Policies & Procedures)

- **Assignments:** Late assignments or projects will not be accepted for marking. Assignments must be done on an individual basis unless otherwise specified by the instructor.
- **Attendance:** The attendance policy as outlined in the current BCIT Calendar will be enforced.
- **Course Outline Changes:** The material specified in this course outline may be changed by the instructor. If changes are required, they will be announced in class.
- **Ethics:** BCIT assumes that all students attending the Institute will follow a high standard of ethics. Incidents of cheating or plagiarism may, therefore, result in a grade of zero for the assignment, quiz, test, exam or project for all parties involved and /or expulsion from the course.
- **Illness:** A doctor's note is required for any illness causing you to miss assignments, quizzes, test, projects or exam. At the discretion of the instructor, you may complete the work missed or have the work prorated (i.e. an average is given according to your performance throughout the course)
- **Makeup Tests, Exams or Quizzes:** There will be no makeup tests, exams or quizzes. If you miss a test, exam or quiz, you will receive zero marks. Exceptions may be made for documented medical reasons or extenuating circumstances.
- **Labs:** Lab attendance is mandatory. Lab exercises are due at the end of the lab period.
- **I.D. Required in Examination Centres:** Effective December 2000, in order to write exams, students will be *required* to produce photo-identification at examination centres. Photo I.D. must be placed on the desk before an exam will be issued to the student. The I.D. must remain in view on the desk while writing the exam, for inspection by invigilators. Students should bring a BCIT OneCard or, alternatively, two pieces of identification, one of which must be government photo I.D. such as a driver's license. Please see BCIT Policy #5300, Formal Invigilation Procedures.



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Assignment Details:

***This schedule is subject to change at the discretion of the instructor:**

Week		Chapter	Work
Jan. 8	Investments in Debt & Equity Securities (Exclude Appendix)	Chapter 12 Volume I	As Assigned in Class
Jan. 15	Investments in Debt & Equity Securities (Exclude Appendix)	Chapter 12 Volume I	As Assigned in Class
Jan. 22	Liabilities: Current & Non-current	Chapter 13 Volume II	As Assigned in Class
Jan. 29	Shareholders' Equity	Chapter 14	As Assigned in Class
Feb. 5	Complex Debt & Equity Instruments (Exclude Appendix)	Chapter 15	As Assigned in Class
Feb. 12	Accounting for Corporate Income Taxes (Exclude Appendix)	Chapter 16	As Assigned in Class
Feb. 19	Accounting for Corporate Income Taxes	Chapter 16	As Assigned in Class
Feb. 26	Review		
Mar. 3 – 7	Midterm Examination: 3 Hours (Chapters 12-16)		
Mar. 10–14	Spring Break		
Mar. 19	Accounting for Tax Losses	Chapter 17	As Assigned in Class
Mar. 26	Accounting for Tax Losses	Chapter 17	As Assigned in Class
Apr. 2	Accounting for Leases by Lessees	Chapter 18	As Assigned in Class
Apr. 9	Accounting for Leases by Lessors	Chapter 19	As Assigned in Class
Apr. 16	Pensions and Other Post-Retirement Benefits	Chapter 20	As Assigned in Class
Apr. 23	Earnings per Share	Chapter 21	As Assigned in Class
Apr. 30	Accounting Changes	Chapter 22	As Assigned in Class
May 7	Review		
May 12 – 23	Final Examination: 3 Hours (Chapters 12 – 22)		