



A POLYTECHNIC INSTITUTION

School of Business

Program: Financial Management

Option: Advanced

**FMGT 7120**  
**Advanced Accounting**

<b>Start Date:</b>	January, 2007			<b>End Date:</b>	May, 2007		
<b>Total Hours:</b>	80	<b>Total Weeks:</b>	20	<b>Term/Level:</b>	4	<b>Course Credits:</b>	5.5
<b>Hours/Week:</b>	4	<b>Lecture:</b>	2	<b>Lab:</b>	2	<b>Shop:</b>	<b>Seminar:</b> Other:
<b>Prerequisites</b>				<b>FMGT 7120 is a prerequisite for:</b>			
<b>Course No.</b>	<b>Course Name</b>			<b>Course No.</b>	<b>Course Name</b>		
FMGT 3110	Financial Accounting 1			FMGT 8120	Accounting Theory		
				FMGT 8910	Integrative Business Management Practices		

**v Course Description**

This technical-based course examines the basis for and application of consolidation accounting and reporting, asset revaluations, foreign currency transactions, translation and consolidation of financial statements stated in foreign currencies, segmented reporting and not-for-profit entities.

**v Course Goals**

- Students will understand the fundamental principles and concepts underlying each of the areas covered.
- Students will develop research and problem solving capabilities in handling technical, unstructured situations.

**v Evaluation**

Assignments/Quizzes	15%	(1)
Mid-term examination.	35%	
Final Examination	50%	(2)
<b>TOTAL</b>	<b>100%</b>	

- (1) Late assignments are not accepted.  
Missed assignments for valid reasons are prorated over the assignment mark.
- (2) A passing grade on the final exam is required to pass the course

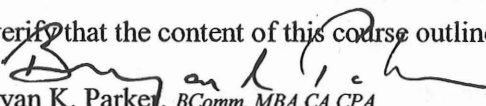
**v Course Learning Outcomes/Competencies**

Upon successful completion, the student will be able to:

1. Assess organizational structures, inter-ownership issues, and choose the resulting financial reporting necessary to reflect the economic substance of the ownership constituents.
2. Apply relevant accounting treatments and disclosures for a number of operating and non-operating inter-company transactions.
3. Apply the reporting of foreign currency transactions, hedge accounting and translation and consolidation of financial statements denominated in a foreign currency under alternative ownership circumstances.
4. Describe comprehensive income and compare its determination with traditional income determination.
5. Describe the alternative accounting approaches for Not-for-Profit organizations in Canada.
6. Search actual publicly listed Canadian companies for disclosures relevant to the topics discussed.
7. Research the Canadian Institute of Chartered Accountants (CICA) Handbook, Financial Reporting in Canada, and the Guide to Financial Reporting in Canada Editions for guidance relative to topics discussed.

**v Verification**

I verify that the content of this course outline is current.

  
Bryan K. Parker, BComm, MBA, CA, CPA  
\_\_\_\_\_  
Authoring Instructor

December, 2006

\_\_\_\_\_  
Date


I verify that this course outline has been reviewed.

Ralph Gioia, BA, CA   
\_\_\_\_\_  
Program Head - Diploma

December, 2006

\_\_\_\_\_  
Date

I verify that this course outline complies with BCIT policy.

Tim Edwards, Dipl.T., MBA, CMA   
\_\_\_\_\_  
Associate Dean

December, 2006

\_\_\_\_\_  
Date

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

**v Instructor**

Bryan Parker

Office Location: SE6 337

Office Phone: 604-451-6752 (Office)

Office Hrs.:  
Posted

By Appointment

E-mail Address: [bparker2@my.bcit.ca](mailto:bparker2@my.bcit.ca) <sup>(1)</sup>

<sup>(1)</sup> To reduce spam contamination, please use only this e-mail address for the instructor and indicate as the subject of the message in the following format: FMGT7120 [last name, first name] [student #]

## v Learning Resources

*Modern Advanced Accounting in Canada*, 4<sup>th</sup> Edition, Hilton, McGraw-Hill, 2005

*Course Package*, provided

*Financial Reporting in Canada (Internet access)*

*Guide to Canadian Financial Reporting (Internet access)*

*CICA Handbook (Internet access)*

## v Information for Students

**I.D. Required In Exam Halls:** Effective December 2000, students will be required to produce photo-identification for admittance to examination halls. Photo I.D. must be placed 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 drivers license. Please see BCIT Policy #5300, Formal Invigilation Procedures.

**Attendance:** If a student is absent for any cause, other than illness (Dr's note may be required); for more than 10% of the time prescribed for the course, the student may be prohibited from completing the course. Please see BCIT Policy #5201, Attendance.

**Assignments:** Late assignments, lab reports or projects will **not** be accepted for marking. Assignments must be done on an individual basis unless otherwise specified by the instructor.

**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. In such a case, it is the responsibility of the student to inform the instructor **immediately**.

**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, tests, projects, or exam. At the discretion of the instructor, you may complete the work missed or have the work prorated.

**Attempts:** Students must successfully complete a course within a maximum of three attempts at the course. Students with two attempts in a single course will be allowed to repeat the course only upon special written permission from the Associate Dean. Students who have not successfully completed a course within three attempts will not be eligible to graduate from the appropriate program.

**Course Outline Changes:** The material or schedule specified in this course outline may be changed by the instructor. If changes are required, they will be announced in class.

Week # Week of	Outcome/Material Covered	Text Chapters
<b>Term A</b>		
<b>1</b> Jan. 1	Introduction, Temporary, Portfolio and Significant Influence Investments, Comprehensive Income, Differential Reporting; Practice Set: Equity held Investments	2
<b>2</b> Jan. 8	Introduction, Temporary, Portfolio and Significant Influence Investments, Comprehensive Income, Differential Reporting Practice Set: Equity held Investments.	2
<b>3</b> Jan. 15	Business Combinations	3
<b>4</b> Jan. 22	Consolidated Statements on Date of Acquisition	4
<b>5</b> Jan. 29	Consolidated Financial Statements Subsequent to Acquisition Date: Equity Method	5
<b>6</b> Feb. 5	Consolidated Financial Statements Subsequent to Acquisition Date: Cost Method	6
<b>7</b> Feb. 12	Inter-company profit eliminations on Inventories and Land	7
<b>8</b> Feb. 19	Inter-company profit eliminations on Depreciable Assets (Exclude inter-company bond holdings).	8
<b>9</b> Feb. 26	Review	
<b>10</b> Mar. 5	<i>Midterm Examination: 3 ½ hours</i>	
<b>Term B</b>	<b>Spring Break (March 12 – 16)</b>	
<b>11</b> Mar. 19	Consolidated Cash Flows	9
<b>12</b> Mar. 26	Variable Interest Entities, Future Income Tax reporting for consolidations, Joint Venture consolidations, Segmented Reporting	10
<b>13</b> Apr. 2	Variable Interest Entities, Future Income Tax reporting for consolidations, Joint Venture consolidations, Segmented Reporting <i>No class on Friday 6<sup>th</sup>, Monday 9<sup>th</sup></i>	10
<b>14</b> Apr. 9	Foreign Currency Transactions and Hedge Accounting	11
<b>15</b> Apr. 16	Translation and Consolidation of the Financial Statements of Foreign Operations	12
<b>16</b> Apr. 23	Translation and Consolidation of the Financial Statements of Foreign Operations	12
<b>17</b> April 30	Exposure Draft: Business Combinations	notes
<b>18</b> May 7	Accounting for Not-for-Profit Organizations; student presentations	13
<b>19</b> May 14		
<b>20</b> May 21	<i>Final Examination: 3 ½ hours No class on Monday 21<sup>st</sup></i>	

**Accessing the BCIT Library and course resources, for registered students only, from off campus:**

**Access to:**

**CICA Handbook**

**Financial Reporting in Canada**

**Guide to Canadian Financial Reporting**

1. Set up, one time only, a library account by accessing <http://www.lib.bcit.ca>, then...
2. From the grey bar on the left side of the page go to >Online Catalogue > Your Account
3. This will bring up a form to complete. In the first box fill in your A (student #). In the second box, type in a PIN or password about 5-6 digits long. Do not use spaces or punctuation marks.
4. Click on submit. Then type in your PIN/Password two more times. Click on enter. You are now registered.
5. At term start-up there may be a delay for the library to authenticate your student number. Call 604-432-8371 or 604-432-8370 if you encounter problems.
6. Close down the internet explorer and reboot.
7. Go to the BCIT library website (as above).
8. From the left grey box select Electronic Resources > Databases and Indexes.
9. On the right side box under 'Subject', select Business and then scroll to the CICA Handbook.
10. The CICA Handbook section also contains the **Financial Reporting in Canada** and the **Guide to Canadian Financial Reporting** editions.
11. At the end of term, you will no longer be able to access these resources.