FINANCIAL ACCOUNTING ECBA 241 Spring 2006 Section 01

Instructor: Guy McClain Email: mcclaing@rhodes.edu Office: Buckman 329B Phone: 843-3983

Class Times: 9:30- 10:45 TuTh Buckman Hall Room 108 Office Hours: 1:00- 3:30 MW; 2:00- 3:00 TuTh; other hours by appointment

Text: *Financial Accounting, 3rd edition, Kimmel, Weygandt, Kieso* The Rhodes bookstore has a packet consisting of the text and working papers.

Course Description: This course studies the principles of financial accounting which are used to communicate financial information to external parties. The study of financial accounting provides a strong foundation for future courses in business and finance. The student is introduced to theoretical accounting concepts and the practical application of accounting procedures. Techniques used to analyze the nature of business transactions and to record and summarize transactions are emphasized. Preparation and understanding of financial statements is an important component of the course. Students will become familiar with various aspects of the accounting profession, both in public accounting and industry. Finally, the student will learn how accounting relates to all areas of business and the economy.

Preparation for class meetings: The probability of successful completion of this course will be significantly influenced by the level of your preparation prior to classroom discussion of the chapter material. The instructor expects you to read the text material and attempt to complete the assigned exercises and problems **before coming to class**.

Attendance: Attendance is <u>mandatory</u>. Two excused absences will be allowed. Two additional excused absences will be allowed for participation in college-sponsored events. Each additional absence will cause a five-point reduction of the final average for the course.

Semester Exams: Three major exams will be given during the semester. Each exam will count 100 points and can consist of multiple choice, discussion questions and problems.

Final Exam: The final exam will be comprehensive.

Daily Work: Quizzes and collection of homework will be used to encourage preparation and attendance. 100 points of work will be graded and will count as your daily work grade. When homework is collected it will be graded based on completeness and will be worth 5 points for each exercise/problem turned in. Quizzes will be valued as announced.

No make-up quizzes or late homework will be allowed.

Ratio Project: A semester ending project on financial statement and ration analysis will be handed out the last two weeks of class. The project will test the preparation of methods of analysis including vertical, horizontal and ratio. The completed project is due the last day of class, April 27, 2006.

Calculator/Pencil: You are **required** to bring a calculator to class. Also, <u>ALL WORK</u> which is turned in for credit must be prepared in pencil.

Grades: Total points possible in this course are 560, as follows:

| Three exams | 300 |
|-------------------------------|-----|
| Final exam (comprehensive) | 100 |
| Daily work (quizzes/problems) | 100 |
| Ratio project | 60 |
| | 560 |

A grading scale of A, A-, B+, B, B-, etc. will be used. Any grade reduction due to excessive absences will be assessed after the grade is determined according to the above procedure.

Honor System: This class will be conducted in accordance with the Rhodes College honor system. If you have any questions as to how the honor code applies to work in this class please bring it up for discussion so that everyone will be correctly informed.

The instructor will consider departure from course schedule and policy as circumstances warrant.

FINANCIAL ACCOUNTING ECBA 241 Section-01 Spring 2006 ASSIGNMENTS

HOMEWORK

| January 12 TH Introduction Business Organizations (2- Business Organizations (2) 17 T 1 1 1A 19 TH 1 30 2,6,11,12 2A,3A,4A 24 T 3 Transactions (102-117) 1,2,3 2A 24 T 3 Transactions (102-117) 1,2,4 2A 26 TH 3 (118-133) 6,6,10,12 5A 26 TH 4 (118-133) 6,8,10,12 5A 31 T 4 172 1,2,4 2A 31 T 4 187 8,11 7A 7 T 1,3,4 Exam 1 Financial Statements (52- 9 TH 2 63 1,2,3 12,3 14 T 2 Statements (64-78) 5A,6A, BYP2-6 16 TH 5 Merchandising 1,2,9,12 12 11 7 323 1,2,2,3 2A <td< th=""><th>MONTH</th><th>DATE</th><th>DAY</th><th>СН</th><th>TOPIC</th><th>Exercises</th><th>Problems</th></td<> | MONTH | DATE | DAY | СН | TOPIC | Exercises | Problems |
|--|----------|------|-----|-----------|----------------------------|---------------------------------|---------------|
| 17 T 1 11 1 1A 19 TH 1 30 2.6,11,12 2A,3A,4A 24 T 3 Transactions (102-117) 1,2,3 2A 24 T 3 Transactions (102-117) 1,2,3 2A 26 TH 3 (118-133) 6.8,10,12 5A 26 TH 3 (118-133) 6.8,10,12 5A 31 T 4 172) 1,2,4 2A Accrual Accounting (158- Accrual Accounting (158- Hancial Statements (512- 9 5A 6.8,10,12 5A 7 T 1,3,4 Exam 1 7 8,111 7A 14 T 2 Statements (64-78) 1,2,9,12 1 1 | January | 12 | TH | | Introduction | | |
| IP TH 1 30 2,6,11,12 2A,3A,4A 24 T 3 Transactions (102-117) 1.2.3 2A 24 T 3 Transactions (102-117) 1.2.3 2A 26 TH 3 (118-133) 6,8,10,12 5A 31 T 4 172) 1,2,4 2A 31 T 4 172) 1,2,4 2A 7 T 1,3,4 Exam 1 7A 7A 7 T 1,3,4 Exam 1 7A 7A 7 T 1,3,4 Exam 1 7A 7A 1,3,4 Exam 1 7A 7 T 1,3,4 Exam 1 7A 7A 1,3,4 Exam 1 7A 14 T 2 Statements (52- 5A 5A,6A, BYP2-6 7A 16 TH 5 Merchandising 1,2,9,12 7A 7A 323 7A 7A 323 | | | | | | | |
| 19 TH 1 30) 2,6,11,12 2A,3A,4A Accounting for Accounting for 1,2,3 2A 26 TH 3 Transactions (102-117) 1,2,3 2A 26 TH 3 (118-133) 6,8,10,12 5A 31 T 4 172) 1,2,4 2A Accounting (158- Accounting (158- 1,2,4 2A 7 T 1,3,4 Exam 1 7A 7 T 1,3,4 Exam 1 7A 7 T 1,3,4 Exam 1 7A 7 T 2 63) 1,2,3 9 TH 2 63) 1,2,9,12 14 T 2 Statements (64-78) 5A,6A, BYP2-6 16 TH 5 Merchandising 1,2,9,12 21 T 6 Inventories 1,3,5,7,11 5A 23 TH 7 323) 1, 2, 3 2A 24 T 8 378) 1,2,3,4 5A | | 17 | Т | 1 | , | 1 | 1A |
| Accounting for Transactions (102-117) 1,2,3 2A 26 TH 3 Transactions (102-117) 1,2,3 2A 26 TH 3 (118-133) 6,8,10,12 5A 31 T 4 172) 1,2,4 2A Adjusting Entries (172- Adjusting Entries (172- February 2 TH 4 187) 8,11 7A 7 T 1,3,4 Exam 1 - - Adjusting Entries (172- February 7 T 1,3,4 Exam 1 - - Adjusting Entries (172- February 7 T 1,3,4 Exam 1 - - - Adjusting Entries (172- February 20 7 T 1,3,4 Exam 1 - - - - - Adjusting Entries (172- February 5A - | | 10 | тц | 1 | | 2 6 11 12 | 20 20 40 |
| 24 T 3 Transactions (102-117) 1,2,3 2A The Recording Process 26 TH 3 (118-133) 6,8,10,12 5A Accrual Accounting (158- 1,2,4 2A Adjusting Entries (172- Adjusting Entries (172- February 2 TH 4 187) 8,11 7A 7 T 1,3,4 Exam 1 7A 7A 7A 9 TH 2 63) 1,2,3 7A 7A 14 T 2 Statements (64-78) 5A,6A, BYP2-6 5A 16 TH 5 Merchandising 1,2,9,12 1A 23 TH 7 323) 1,2,3 2A 24 T 7 Cash Controls (323-344) 4,8,11,14 Accounts Receivable (368- March 2 TH 8 378) 1,2,3,4 5A 9 TH 2,5,6,7,8 Exam 2 IA Accounts Receivable (378- | | 17 | 111 | I | , | 2,0,11,12 | 28,38,48 |
| $\begin{array}{c c c c c c c c c c c c c c c c c c c $ | | 24 | Т | 3 | | 1,2,3 | 2A |
| Accrual Accounting (158- Adjusting Entries (172- Adjusting Entries (172- February 2 1,2,4 2A February 2 TH 4 187) 8,11 7A 7 T 1,3,4 Exam 1 5 8,11 7A 9 TH 2 63) 1,2,3 1,2,3 1,2,3 14 T 2 Statements (64-78) 5A,6A, BYP2-6 5A,6A, BYP2-6 16 TH 5 Merchandising 1,2,9,12 1 5A 21 T 6 Inventories 1,3,5,7,11 5A 23 TH 7 323) 1, 2, 3 2A 23 TH 7 323) 1, 2, 3 2A 28 T 7 Cash Controls (323-344) 4,8,11,14 4,23,14 March 2 TH 8 378) 1,2,3,4 5A 7 T 8 393) 6,7,9,11,12 8A 9 TH 2,5,6,7,8 Exam 2 | | | | | | | |
| 31 T 4 172 1,2,4 2A February 2 TH 4 187) 8,11 7A 7 T 1,3,4 Exam 1 7A 9 TH 2 63) 1,2,3 9 TH 2 63) 1,2,3 Using the Financial 5A,6A, BYP2-6 16 TH 5 Merchandising 1,2,9,12 21 T 6 Inventories 1,3,5,7,11 5A 23 TH 7 223) 1, 2, 3 2A 23 TH 7 Cash Controls (323-344) 4,8,11,14 March 2 TH 8 378) 1,2,3,4 5A March | | 26 | TH | 3 | | 6,8,10,12 | 5A |
| February 2 TH 4 187) 8,11 7A 7 T 1,3,4 Exam 1 Financial Statements (52- 1,2,3 1,2,3 9 TH 2 63) 1,2,3 1,2,3 14 T 2 Statements (64-78) 5A,6A, BYP2-6 16 TH 5 Merchandising 1,2,9,12 21 T 6 Inventories 1,3,5,7,11 5A 23 TH 7 323) 1, 2, 3 2A 28 T 7 Cash Controls (323-344) 4,8,11,14 Accounts Receivable (368- 1,2,3,4 5A March 2 TH 8 378) 1,2,3,4 5A 7 T 8 393) 6,7,9,11,12 8A 3A 9 TH 2,5,6,7,8 Exam 2 I I Spring Break 16 TH Spring Break I Current Liabilities, Mortgage (468-476; A,6,20 1A <tr< td=""><td></td><td></td><td>-</td><td></td><td></td><td></td><td></td></tr<> | | | - | | | | |
| February 2 TH 4 187) 8,11 7A 7 T 1,3,4 Exam 1 Financial Statements (52- 9 TH 2 63) 1,2,3 Image: Constrained Statements (52- 5A,6A, BYP2-6 9 TH 2 63 1,2,3 Image: Constrained Statements (64-78) 5A,6A, BYP2-6 14 T 2 Statements (64-78) 5A,6A, BYP2-6 Image: Constrained Statements (64-78) 5A,6A, BYP2-6 16 TH 5 Merchandising 1,2,9,12 Image: Constrained Statements (314- Image: Constrained Statements (314- Image: Constrained Statements (323-344) 4,8,11,14 23 TH 7 323) 1,2,3,4 5A March 2 TH 8 378) 1,2,3,4 5A March 2 TH 8 378) 1,2,3,4 5A 7 T 8 393) 6,7,9,11,12 8A 9 TH 2,5,6,7,8 Exam 2 Image: Constrained Statements (20,7,9,11,12 <td></td> <td>31</td> <td>I</td> <td>4</td> <td></td> <td>1,2,4</td> <td>2A</td> | | 31 | I | 4 | | 1,2,4 | 2A |
| 7 T 1,3,4 Exam 1 Financial Statements (52- 9 9 TH 2 63) 1,2,3 Using the Financial 14 T 2 Statements (64-78) 5A,6A, BYP2-6 16 TH 5 Merchandising 1,2,9,12 1 21 T 6 Inventories 1,3,5,7,11 5A 23 TH 7 323) 1, 2, 3 2A 28 T 7 Cash Controls (323-344) 4,8,11,14 Accounts Receivable (368- 378) March 2 TH 8 378) 1,2,3,4 5A March 2 TH 8 378) 1,2,3,4 5A 9 TH 2,5,6,7,8 Exam 2 14 T Spring Break 16 TH Spring Break 21 7 9 Plant Assets, Depreciation 2,3,5,6,7 3A,7A 23 TH 10 Appendix C) 3,4,5,6,20 <td< td=""><td>February</td><td>2</td><td>тн</td><td>Λ</td><td>· ·</td><td>8 11</td><td>7Δ</td></td<> | February | 2 | тн | Λ | · · | 8 11 | 7Δ |
| 9 TH 2 63) 1,2,3 Using the Financial Using the Financial 5A,6A, BYP2-6 14 T 2 Statements (64-78) 5A,6A, BYP2-6 16 TH 5 Merchandising 1,2,9,12 21 T 6 Inventories 1,3,5,7,11 5A 23 TH 7 323) 1, 2, 3 2A 28 T 7 Cash Controls (323-344) 4,8,11,14 Accounts Receivable (368- 1,2,3,4 5A March 2 TH 8 378) 1,2,3,4 5A 7 T 8 378) 1,2,3,4 5A 9 TH 2,5,6,7,8 Exam 2 Image: Current Liabilities, Mortgage (468-476; Image: Current Liabilities, Mortgage (468-476; 16 TH Spring Break Image: Current Liabilities, Mortgage (468-476; Image: Current Liabilities, Mortgage (468-476; 23 TH 10 Appendix C) 3,4,5,6,20 1A 23 TH 10 Appendix C) 3,4,5,6,20 1A 23 | TCDIGaly | | | | | 0,11 | 18 |
| 9 TH 2 63 1,2,3 14 T 2 Statements (64-78) 5A,6A, BYP2-6 16 TH 5 Merchandising 1,2,9,12 21 T 6 Inventories 1,3,5,7,11 5A 23 TH 7 323 1, 2, 3 2A 23 TH 7 323 1, 2, 3 2A 28 T 7 Cash Controls (323-344) 4,8,11,14 Accounts Receivable (368- 378) 1,2,3,4 5A March 2 TH 8 378) 6,7,9,11,12 8A 7 T 8 378) 6,7,9,11,12 8A 9 TH 2,5,6,7,8 Exam 2 Image: Current Liabilities, Mortgage (468-476; Acros) 3,4,5,6,20 1A 16 TH Spring Break Image: Current Liabilities, Mortgage (468-476; Acros) 3,4,5,6,20 1A 23 TH 10 Appendix C) 3,4,5,6,20 1A <t< td=""><td></td><td>7</td><td>I</td><td>1,3,4</td><td></td><td></td><td></td></t<> | | 7 | I | 1,3,4 | | | |
| Using the Financial 5A,6A, BYP2-6 14 T 2 Statements (64-78) 5A,6A, BYP2-6 16 TH 5 Merchandising 1,2,9,12 21 T 6 Inventories 1,3,5,7,11 5A 23 TH 7 323) 1, 2, 3 2A 23 TH 7 Cash Controls (314- 4,8,11,14 23 TH 7 Cash Controls (323-344) 4,8,11,14 Accounts Receivable (368- Accounts Receivable (368- 5A March 2 TH 8 378) 1,2,3,4 5A 7 T 8 393) 6,7,9,11,12 8A 9 TH 2,5,6,7,8 Exam 2 Image: Current Liabilities, Mortgage (468-476; Appendix C) 3,4,5,6,7 3A,7A 21 T 9 Plant Assets, Depreciation 2,3,5,6,7 3A,7A 23 TH 10 Appendix C) 3,4,5,6,20 1A 80nds Payable (476-495; Bonds Payab | | o | тн | 2 | • | 1 2 3 | |
| 14 T 2 Statements (64-78) 5A,6A, BYP2-6 16 TH 5 Merchandising 1,2,9,12 21 T 6 Inventories 1,3,5,7,11 5A 23 TH 7 323) 1, 2, 3 2A 23 TH 7 323) 1, 2, 3 2A 28 T 7 Cash Controls (323-344) 4,8,11,14 28 T 7 Cash Controls (323-344) 4,8,11,14 Accounts Receivable (368- 378) 1,2,3,4 5A March 2 TH 8 378) 1,2,3,4 5A March 2 TH 8 393) 6,7,9,11,12 8A 9 TH 2,5,6,7,8 Exam 2 I I T Spring Break 16 TH Spring Break I I I Gurrent Liabilities, Mortgage (468-476; 3,4,5,6,20 1A 23 TH 10 Appendix C) 3,4,5,6,20 | | 7 | | ۷. | , | Γ ₁ Ζ ₁ Ο | |
| 16 TH 5 Merchandising 1,2,9,12 21 T 6 Inventories 1,3,5,7,11 5A 1 T 6 Internal Controls (314- 32,3 7A 5A 23 TH 7 323) 1, 2, 3 2A 28 T 7 Cash Controls (323-344) 4,8,11,14 Accounts Receivable (368- | | 14 | Т | 2 | | | 5A,6A, BYP2-6 |
| 21 T 6 Inventories 1,3,5,7,11 5A 23 TH 7 323) 1, 2, 3 2A 28 T 7 Cash Controls (323-344) 4,8,11,14 Accounts Receivable (368- | | 16 | TH | 5 | Merchandising | 1,2,9,12 | |
| Internal Controls (314- 23 TH 7 323 1, 2, 3 2A 28 T 7 Cash Controls (323-344) 4,8,11,14 Accounts Receivable (368- 4,8,11,14 Accounts Receivable (368- March 2 TH 8 378 1,2,3,4 5A March 2 TH 8 393 6,7,9,11,12 8A 9 TH 2,5,6,7,8 Exam 2 Image: Colored texample Image: C | | 21 | т | 6 | Inventories | | 5Δ |
| 23 TH 7 323) 1, 2, 3 2A 28 T 7 Cash Controls (323-344) 4,8,11,14 Accounts Receivable (368- March 2 TH 8 378) 1,2,3,4 5A March 2 TH 8 378) 1,2,3,4 5A March 2 TH 8 378) 6,7,9,11,12 8A 7 T 8 393) 6,7,9,11,12 8A 9 TH 2,5,6,7,8 Exam 2 Image: Color of the | | 21 | I | 0 | | 1,3,3,7,11 | 5/1 |
| March 2 TH 8 378 1,2,3,4 5A 7 T 8 378 1,2,3,4 5A 7 T 8 393 6,7,9,11,12 8A 9 TH 2,5,6,7,8 Exam 2 Image: Constant of the second state of | | 23 | ΤН | 7 | | 1, 2, 3 | 2A |
| March 2 TH 8 378 1,2,3,4 5A 7 T 8 378 1,2,3,4 5A 7 T 8 393 6,7,9,11,12 8A 9 TH 2,5,6,7,8 Exam 2 Image: Constant of the second state of | | 28 | т | 7 | Cash Controls (323-344) | 4 8 11 14 | |
| March 2 TH 8 378) 1,2,3,4 5A 7 T 8 393) 6,7,9,11,12 8A 9 TH 2,5,6,7,8 Exam 2 Exam 2 Exam 2 14 T Spring Break 5 5 5 16 TH Spring Break 5 5 5 21 T 9 Plant Assets, Depreciation 2,3,5,6,7 3A,7A Current Liabilities, Mortgage (468-476; 23 TH 10 Appendix C) 3,4,5,6,20 1A Bonds Payable (476-495; 28 T 10 Appendix A) 8,11,16 4A,7A | | 20 | I | , | | 4,0,11,14 | |
| 7 T 8 393) 6,7,9,11,12 8A 9 TH 2,5,6,7,8 Exam 2 Image: Constraint of the system of t | March | 2 | TH | 8 | | 1,2,3,4 | 5A |
| 9 TH 2,5,6,7,8 Exam 2 14 T Spring Break 16 TH Spring Break 21 T 9 Plant Assets, Depreciation 2,3,5,6,7 3A,7A 21 T 9 Plant Assets, Depreciation 2,3,5,6,7 3A,7A Current Liabilities, Mortgage (468-476; | | | | | | | |
| 14TSpring Break16THSpring Break21T9Plant Assets, Depreciation2,3,5,6,73A,7ACurrent Liabilities, Mortgage (468-476;23TH10Appendix C)3,4,5,6,201ABonds Payable (476-495;28T10Appendix A)8,11,164A,7AThe Corporate Form of | | 7 | Т | 8 | 393) | 6,7,9,11,12 | 8A |
| 16THSpring Break21T9Plant Assets, Depreciation2,3,5,6,73A,7A21T9Plant Assets, Depreciation2,3,5,6,73A,7ACurrent Liabilities, Mortgage (468-476;23TH10Appendix C)3,4,5,6,201ABonds Payable (476-495;28T10Appendix A)8,11,164A,7AThe Corporate Form of | | 9 | TH | 2,5,6,7,8 | Exam 2 | | |
| 21T9Plant Assets, Depreciation2,3,5,6,73A,7ACurrent Liabilities, Mortgage (468-476;23TH10Appendix C)3,4,5,6,201ABonds Payable (476-495;28T10Appendix A)8,11,164A,7AThe Corporate Form of | | 14 | Т | | Spring Break | | |
| Current Liabilities, Mortgage (468-476; 23 TH 10 Appendix C) 3,4,5,6,20 1A Bonds Payable (476-495; 28 T 10 Appendix A) 8,11,16 4A,7A The Corporate Form of | | 16 | TH | | Spring Break | | |
| Current Liabilities, Mortgage (468-476; 23 TH 10 Appendix C) 3,4,5,6,20 1A Bonds Payable (476-495; 28 T 10 Appendix A) 8,11,16 4A,7A The Corporate Form of | | 21 | Т | 9 | Plant Assets, Depreciation | 2,3,5,6,7 | 3A,7A |
| 23 TH 10 Appendix C) 3,4,5,6,20 1A Bonds Payable (476-495; 28 T 10 Appendix A) 8,11,16 4A,7A The Corporate Form of | | | | | | | |
| Bonds Payable (476-495; 28 T 10 Appendix A) 8,11,16 4A,7A The Corporate Form of | | _ | | | | | |
| 28T10Appendix A)8,11,164A,7AThe Corporate Form of | | 23 | TH | 10 | | 3,4,5,6,20 | 1A |
| The Corporate Form of | | 20 | т | 10 | | Q 11 14 | 10 70 |
| | | 20 | 1 | 10 | | 0,11,10 | 4A,/A |
| | | 30 | ΤН | 11 | Organization (532-548) | 1,2,5 | |

| April | 4 | т | 11 | Distributions to Shareholders (548-563) | 4,6,7,10,14 | 8A |
|-------|----|-----|--------------|--|-------------|-----------------|
| 7.01 | • | • | | Accounting for | 11011110111 | 011 |
| | 6 | TH | Appendix D | Investments (D1-D7) | 1,2,3,6,8 | PD-4,PD-5, PD-6 |
| | 11 | Т | 9,10,11,appD | Exam 3 | | |
| | 13 | TH | | Easter Recess | | |
| | | | | Indirect Statement of Cash | | Ratio project |
| | 18 | Т | 12 | Flow (586-609) | 1,2,4,5 | handout |
| | | | | Direct Statement of Cash | | |
| | 20 | TH | 12 | Flow (609-627) | | 1A, 11A, 12A |
| | | | | Financial Statement | | |
| | 25 | Т | 13 | Analysis (656-677) | 1, 5, 6 | |
| | | | | Financial Statement | | |
| | 27 | TH | 13 | Analysis | Project Due | |
| | 29 | Sat | | Reading Day | | |
| Мау | 1 | Mon | | FINAL EXAM (1:00 PM) | | |
| | 4 | TH | | Reading Day | | |
| | 6 | Sat | | Exams End | | |