



# ADVANCED ACCOUNTING

## Standards

- Understand what Generally Accepted Accounting Principles (GAAP) are and the objectives of financial reporting.
- Understand the operations and production costs of a business.
- Understand the flow of the accounting cycle and complete the steps of the accounting cycle.
- Understand different inventory costing methods and how each method affects the cost of goods sold.
- Understand the sales, revenue recognition, and collections processes.
- Understand the accounting methods for purchases, depreciation, and disposal of fixed assets.
- Apply generally accepted accounting principles to long-term liabilities and equity transactions.
- Analyze financial statements using ratios.

## Performance Objectives

- Calculate financial ratios and use ratios to analyze the financial health of a company.
- Demonstrate various strategies used to determine selling price.
- Complete sample day-to-day transactions, adjusting entries and closing entries and then prepare necessary financial statements.
- Calculate the ending inventory balance and cost of goods using LIFO, FIFO and weighted average methods.
- Calculate amounts and record journal entries for depreciation, depletion and amortization using different methods.
- Journalize transactions for bond issuance, expiration, selling at a premium and selling at a discount.
- Journalize stock transactions involving contributions by owners, corporate distributions (dividends), and the reacquisition of company stock (treasury stock).