

ACCOUNTING II

Standards

- Define accounting principles and basic business structures and each step of the basic accounting cycle as related to a merchandising corporation.
- Explain and identify calculations, reports and journal entries related to payroll.
- Identify and describe source documents and journal entries related to sales and cash receipt transactions.
- Identify and describe source documents and journal entries related to purchases and cash payment transactions.
- Explain and describe the purpose of procedures for common adjusting entries and how they affect the relationship between the trial balance and adjusted trial balance.
- Evaluate changes to income statement, balance sheet and stockholders' equity for a merchandising corporation.
- Explain and describe closing journal entries and the post-closing trial balance.
- Identify and explain different write-off methods and procedures to record write-offs using the allowance method.
- Define depreciation and explain the process for calculating, journalizing and posting straight-line depreciation.
- Explore different accounting career options and how ethics and technology affect the accounting profession.

Performance Objectives

- Calculate, journalize and post employee payroll, employer payroll taxes and payroll tax liabilities.
- Journalize and post transactions for sale of merchandise with and without sales tax, sales returns and sales discounts.
- Journalize and post transactions for purchases of merchandise, purchase returns and purchase discounts.
- Identify and calculate adjustments, journalize adjusting entries, post to general ledger accounts, and prepare and adjusted trial balance.
- Prepare a balance sheet and multi-step income statement for a merchandising corporation and calculate financial ratios.
- Journalize and post closing entries and create a post-closing trial balance.
- Journalize and post journal entries using the allowance method for uncollectible accounts receivable.
- Calculate depreciation using the straight-line method, journalize and post the adjusting entry for depreciation.

