COURSE TITLE & NUMBER: Principles of Accounting 1: BUS 2230
CREDITS: 4 (Lec 4/Lab 0)
PREREQUISITES: MATH 1020: Advanced Algebra

CATALOG DESCRIPTION:
Principles of Accounting 1 examines accounting principles and practices, the accounting cycle, inventories, accounting systems, cash, receivables, temporary investments, plant assets, intangible assets, payroll, notes payable, accounting concepts, and partnerships. This course is intended for all accounting, business administration, and economics majors.

OUTLINE OF MAJOR CONTENT AREAS:
1. Basic structure of accounting
   A. Accounting principles and practices
   B. Accounting systems for recording business transactions
   C. The matching concept and adjusting process
   D. Completion of the accounting cycle
2. Accounting for merchandising enterprises
   A. Merchandising transactions
      1. Periodic inventory systems
      2. Perpetual inventory systems
   B. Financial statements
3. Accounting systems
   A. Special journals
      1. Cash receipts journal
      2. Cash payments journal
      3. Purchases journal
      4. Sale journal
   B. Cash
   C. Receivables
   D. Temporary investments
   E. Inventories
      1. First in first out (FIFO)
      2. Last in first out (LIFO)
      3. Average cost
   F. Plant assets
   G. Intangible assets
   H. Payroll
   I. Notes payable
4. Accounting principles
   A. Concepts
      1. Business entity
2. Going concern
3. Objectivity
4. Unit of measure
5. Accounting period

B. Principles
1. Matching
2. Adequate disclosure
3. Consistency
4. Materiality
5. Conservatism

5. Partnerships
A. Formation
B. Income distribution
C. Liquidation

COURSE GOALS/OBJECTIVES/OUTCOMES:
1. Students will illustrate the accounting cycle for one period using both the general journal and the special journals.
2. Students will describe and illustrate the accounting for merchandise transactions under both perpetual and periodic inventory methods.
3. Students will learn to value inventories using LIFO, FIFO, weighted average, lower of cost or market, retail, and gross profit methods.
4. Students will describe and illustrate the application of internal controls to cash, the use of a bank reconciliation, special purpose cash funds, and the reporting of cash and cash equivalents in the financial statements.
5. Students will describe and illustrate direct write-off method, allowance methods, and accounting for notes receivable.
6. Students will account for the classification, depreciation, and journalizing of fixed assets, natural resources, and intangible assets.
7. Students will calculate and account for payroll, fringe benefits, and contingent liabilities.
8. Students will describe and illustrate the accounting for forming a partnership, dividing income/loss, partner admission/withdrawal, and the liquidating of a partnership.

HCC COMPETENCIES MET:
Thinking creatively & critically

STUDENT CONTRIBUTIONS:
The student will attend class regularly, participate in class discussion, and complete assignments, unit exams, and a final examination. Students should spend at least five hours per week preparing for class.

METHODS FOR EVALUATING STUDENT LEARNING:
The final grade is determined by assignments, unit exams, and a final examination.

Curriculum Committee Approval Date: March 12, 2018

AASC APPROVAL DATE: March 21, 2018
REVIEW DATE: March 2023