

**SAM HOUSTON STATE UNIVERSITY**  
**COLLEGE OF BUSINESS ADMINISTRATION**  
**Department of Accounting**  
**Course Syllabus – Spring 2008**

**COURSE NUMBER:** Accounting 436

**COURSE TITLE:** Advanced Accounting II

**PREREQUISITES:**  
Accounting 366

**INSTRUCTOR:**  
Jeff Harwell, CPA

**OFFICE:**  
SHB 311-A

**OFFICE HOURS:**  
Monday and Wednesday, 9:00-11:30  
Tuesday and Thursday, 2:00-4:00

**OFFICE TELEPHONE:**  
Office Phone: (936) 294-1257  
Email: harwell@shsu.edu

**REQUIRED TEXT:**  
*Advanced Financial Accounting*, Baker, Lembke, & King, McGraw-Hill Publishers, 7<sup>th</sup> Edition.

**SUPPLEMENTAL MATERIALS:**  
None required.

**COURSE DESCRIPTION:**  
A thorough study of accounting principles underlying accounting and reporting for business combinations, intercorporate investments, and consolidated financial statements, and in-depth coverage of the consolidation process through extensive use of Microsoft Excel.

**COURSE OBJECTIVE:**  
The primary objective of this course is to familiarize the student with the financial accounting standards and reporting for business combinations and intercorporate investments, and the preparation of consolidated financial statements. Upon completion of this course, students will have learned to:

1. Identify and account for the various forms of business combinations such as mergers, consolidations, and controlling interest stock acquisitions.
2. Account for and report intercorporate investments in stock under the appropriate GAAP methods.

3. Use consolidation procedures in the preparation of consolidated financial statements for controlling interest entities.
4. Measure consolidated amounts to be reported in consolidated financial statements.
5. Determine the impact of intercompany transactions related to transfers of noncurrent assets, sales and purchases of inventory, and intercompany debt on the consolidated financial statements.

#### **COURSE EVALUATION PROCESS:**

Three exams worth 100 points each will be given during the semester. A comprehensive final exam given on the scheduled final exam date will replace the lowest exam grade or one missed exam. Course grades will depend upon performance on examinations and will be based on a total available 300 points. The overall grade in the course will be based on the percentage of the total available points earned and attendance including a possible bonus of 2 percentage points (see attendance policy below). The grade achievement levels will be 90%, 80%, 70%, and 60% for A, B, C, and D, respectively. Any score below 60% is an F.

#### **ATTENDANCE POLICY:**

Class attendance is a requirement of this course. Regular attendance will indicate the amount of interest and effort a student is willing to exert in learning. It is generally the borderline student for whom absences can be of vital importance. Students whose absences do not exceed 3 classroom hours will receive a bonus of 2 percentage points added to their final course average.

#### **RELIGIOUS HOLY DAYS:**

Section 51.911(b) of the Texas Education Code requires that an institution of higher education excuse a student from attending classes or other required activities, including examinations, for the observance of a religious holy day, including travel for that purpose. A student whose absence is excused under this subsection may not be penalized for that absence and shall be allowed to take an examination or complete an assignment from which the student is excused within a reasonable time after the absence. University policy 861001 provides the procedures to be followed by the student and instructor. A student desiring to absent himself/herself from a scheduled class in order to observe (a) religious holy day(s) shall present to each instructor involved a written statement concerning the religious holy day(s). This request must be made in the first fifteen days of the semester or the first seven days of a summer session in which the absence(s) will occur. The instructor will complete a form notifying the student of a reasonable timeframe in which the missed assignments and/or examinations are to be completed.

#### **DISABLED STUDENT POLICY:**

It is the policy of Sam Houston State University that no otherwise qualified disabled individual shall, solely by reason of his/her handicap, be excluded from the participation in, be denied the benefits of, or be subjected to discrimination under any academic or Student Life program or activity. Disabled students may request help with academically related problems stemming from individual disabilities from their instructors, school/department chair, or by contacting the Chair of the Committee for Continuing Assistance for Disabled Students and Director of the Counseling Center, Lee Drain Annex, or by calling (936) 294-1720.

### **COURSE OUTLINE ACC 436.01**

## SPRING, 2008

DATE	DAY	TOPIC	TEXTBOOK ASSIGNMENTS
1/16	W	Organize class; Chapter 1, Intercorporate	
1/21	M	MARTIN LUTHER KING HOLIDAY	
1/23	W	Acquisitions and Investments in	E1-11
1/28	M	Other Entities; Chapter 2,	E1-12, E1-20, P1-29
1/30	W	Reporting Intercorporate Interests	P1-30, P1-31, P1-32
2/04	M	“ “ “	E2-1, E2-7, E2-12
2/06	W	“ “ “	P2-25, P2-27
2/11	M	Chapter 3, The Reporting Entity and	P2-34, E3-1, E3-3
2/13	W	Consolidated Financial Statements	E3-15, E3-16, P3-38
2/18	M	<b>EXAM I</b> (Chapters 1, 2, 3)	
2/20	W	Chapter 5,	
2/25	M	Consolidation of	E5-3, P4-23(6e)
2/27	W	Less-than-Wholly Owned Subsidiaries	P4-24(6e), E4-10(6e), E5-6
3/03	M	“ “ “ “ “	E5-2(6e), E5-10
3/05	W	“ “ “ “ “	E5-14, P5-31(6e)
3/10	M	SPRING BREAK	
3/12	W	SPRING BREAK	
3/17	M	Consolidation of	E5-16(6e), E5-13
3/19	W	Less-than-Wholly Owned Subsidiaries	P5-32, P5-33
3/24	M	“ “ “ “ “	P5-35, P5-36
3/26	W	<b>EXAM II</b> (Chapters 4, 5)	
3/31	M	Chapter 6, Intercorporate Transfers	
4/02	W	of Services and Noncurrent Assets	E6-6(6e), E6-20
4/07	M	“ “ “ “ “	P6-35, P6-38
4/09	W	Chapter 7, Intercompany	P6-41
4/14	M	Inventory Transactions	P7-23, P7-28
4/16	W	“ “	P7-30, P7-32
4/21	M	Chapter 8,	P7-35
4/23	W	Intercompany Indebtedness	E8-9, E8-13
4/28	M	“ “	P8-23, P8-24

4/30	W	“ “	P8-25, P8-26
5/05	M	<b>EXAM III</b> (Chapters 6, 7, 8)	
5/07	W	Review	
5/12	M	<b>FINAL EXAM</b> (Comprehensive)	2:00 – 4:00 p.m.