

## Financial Accounting II

Credits:	3 (3/0/0)
Description:	This course continues the introduction to the content and concepts underlying basic financial statements. Major content includes income measurement, accrual accounting, accounting theory, time-value of money, accounting for current and long-term liabilities, owner's equity for sole proprietorships, partnerships and corporations, statement of cash flows and financial statement analysis.
Prerequisites:	None
Corequisites:	ACCT2211
Competencies:	<ol style="list-style-type: none"> <li>1. Contrast the accrual vs. cash basis of accounting.</li> <li>2. Explain generally accepted accounting principles.</li> <li>3. Identify constraints and assumptions used by accountants in financial reporting.</li> <li>4. Use present and future value tables for time-value of money calculations.</li> <li>5. Classify liabilities as current or long-term.</li> <li>6. Analyze bonds issued by companies.</li> <li>7. Compare owner's equity section of the balance sheet for proprietorships, partnerships, and corporations.</li> <li>8. Differentiate between various types of stock.</li> <li>9. Compute earnings per share and price earnings ratio and explain their meanings.</li> <li>10. Explain the purpose of the statement of cash flows and how it compares with the income statement.</li> <li>11. Use ratio analysis to determine a firm's liquidity, profitability, and solvency.</li> </ol>
MnTC goal areas:	None