

ACCT 2100 Final Exam Outline

Chapter 1

Users of Accounting Information

Opportunities in Accounting

GAAP, FASB, IASB, SEC

Principles and Concepts – Objectivity Principle, Cost Principle, Going-Concern Principle, Monetary Unit Principle, Revenue Recognition Principle, Business Entity Principle

Sole Proprietorship, Partnership, Corporation

Accounting Equation

Expanded Accounting Equation

Transaction Analysis

Financial Statements – Prepare

Chapter 2

Debits/Credits

Accrual vs. Cash Accounting

Normal Balances for different types of accounts

Which statements do different types of accounts go on?

Journal Entries

Chapter 3

Revenue Recognition Principle, Matching Principle

Adjusting Entries (all)

Prepare Financial Statements

Closing Entries

Chapter 4 - Merchandising

Multiple Step Income Statement

Buying and Selling Inventory

Trade discounts

Purchase discounts

Purchase returns and allowances

Journal Entries

Chapter 5- Inventories

Inventory Errors

FIFO, LIFO, Weighted Average, Specific Identification – compute Ending Inv. & COGS

FOB Shipping Point & FOB Destination – what does it mean? Who owns the inventory?

Beginning Inventory + Purchases = Goods Available for Sale – COGS = Ending Inv.

Net Sales – Cost of Goods Sold = Gross Profit – Operating Expenses = Net Income

Chapter 6 – Internal Controls

Internal Control Principles & procedures

Limitations of Internal Control

Controls of Cash

Cash and Cash Equivalents

Petty Cash Transactions

Bank Reconciliation

Know all journal entries

Chapter 7- Receivables

All journal entries associated with A/R, N/R, bad debts, credit card sales, factoring receivables
Direct Write-Off Method and why it is not GAAP
Allowance Method - Calculate Bad Debt Expense – Receivables and Sales Methods
Percentage of Sales, Percentage of A/R, Aging of A/R
Notes Receivable – Interest, Principle, Maturity Date, Maturity Value

Chapter 8

Lump Sum Purchases
Costs of Property, Plant, & Equipment
Depreciation – using Straight Line, Units of Production, Double Declining Balance Methods
Partial Year Depreciation
Change in depreciation estimates
Book Value
Depletion
Amortization
Gains & Losses on Sale
Know all Journal Entries

Chapter 9 – Short Term Liabilities

Sales Tax payable
Payroll liabilities –
FICA, FUTA, SUTA
Know Journal Entries for all short term liabilities – warranties, unearned revenues, interest, payroll and salaries, contingent liabilities, etc

Chapter 10 - Bonds

Know all Journal Entries.
Issuing between interest dates
Calculate payments, interest expense
Bonds – All Journal Entries
Par, Discount, Premium
Amortize & Journalize
Notes Payable – Interest, Principal, Maturity Date Maturity Value

Chapter 11 – Stockholders Equity

Characteristics of Corporations
All journal entries for stock – common, preferred, and treasury
Calculate and journalize Stock Dividends, Cash Dividends, Stock Splits

Chapter 12- Statement of Cash Flows

What is included in the Statement of Cash Flows?
Place transactions into different types of activities (Operating, Investing, Financing, and Non-cash Investing and Financing)

Shortened List of Ratios – Know All Ratios Listed

Practice Set in Connect for you.

Current Ratio = current assets/current liab.
Profit Margin Ratio = net income / net sales
Gross Margin Ratio = net sales – cost of goods sold / net sales
Earnings Per Share = net income – pref. Div. / weighted avg. shares outstanding
Price Earnings Ratio = market price per share / earnings per share
Dividend Yield = Annual cash dividends per share/ Market value per share
Book Value per Share = shareholders equity to common shares/common shares outstanding