

ACCT 202: Principles of Managerial Accounting (November 2010)

Course Catalog Description:

A study of the objectives, preparation and uses of managerial accounting information. Emphasis is on the measurement, allocation, and reporting of costs to identify and solve business problems.

General Course Objectives:

The general course objectives are:

- 1) To build on the concepts introduced in ACCT 201;
- 2) To introduce management accounting principles and their role in management decision-making; and
- 3) To acquaint students with ethical issues in managerial accounting.

Specific Course Objectives:

The student who successfully completes this course should be able to:

- 1) List the elements in the statement of cash flows and describe its format;
- 2) Prepare a statement of cash flows;
- 3) Compute financial ratios and use them to evaluate a company's liquidity, solvency, and profitability;
- 4) List and define the three classes of costs included in the inventories of a manufacturing firm;
- 5) Calculate cost of goods manufactured and costs of goods sold;
- 6) Explain the importance of ethical behavior in the management of a firm;
- 7) Describe the flows of costs through the accounts in a job order costing system and prepare the journal entries to record them;
- 8) Describe the flows of costs through the accounts in a process costing system and prepare the journal entries to record them;
- 9) Prepare a production cost report;
- 10) Calculate the break-even point and the sales required to earn target net income;
- 11) Prepare the budgets that comprise the master budget;
- 12) Prepare a flexible budget;
- 13) Explain the usefulness of performance reports;
- 14) Calculate and evaluate direct materials and direct labor variances;
- 15) Apply incremental analysis techniques to management decisions; and
- 16) Utilize capital budgeting techniques to evaluate proposed projects.