

South King County Tech Prep
SECOND YEAR ACCOUNTING - 5 credits
JOINT COMPETENCIES

GREEN RIVER ACCT 111 RENTON TECH ACCT 122 & AOM 122	
1.	Read, write, define, and use accounting terminology appropriately.
2.	Analyze and interpret accounting case studies.
3.	Prepare a ten-column worksheet, verifying mathematical accuracy.
4.	Prepare a comprehensive income statement.
5.	Prepare a classified balance sheet.
6.	Calculate current ratio and working capital.
7.	Journalize and post adjusting entries.
8.	Journalize and post closing entries.
9.	Record purchases by the net-of-discount method.
10.	Explain what effects an error in inventory valuation will have on net income.
11.	Determine the cost of the ending inventory by the specific identification method:
a.	The average cost method.
b.	The first-in, first-out (FIFO) method.
c.	The last-in, first-out (LIFO) method.
d.	Determine and analyze the impact of using each of the above inventory cost methods on net income, income taxes, and cash flows.
12.	Determine the cost of the ending inventory by the lower-of-cost-or-market rule.
13.	Compute the value of ending inventory by the gross profit method:
a.	Compute the value of ending inventory by the gross profit method.
14.	Record journal entries related to sales under the perpetual method of inventory:
a.	Determine current inventory levels by item under the perpetual method of inventory.
b.	Determine current cost of inventory under the perpetual method of inventory.
15.	Record the journal entry for an uncollectible amount using the direct method.
16.	Describe the matching principle related to recording estimates of uncollectible accounts and the use of the account Allowance for Uncollectible Accounts.
17.	Compute bad debt expense using the percentage of net sales method:
a.	Compute bad debt expense using the Aging of Accounts Receivable method.
b.	Journalize the computed amounts of bad debt expense.
18.	Record the journal entry to write-off an uncollectible amount using the allowance method:
a.	Record the journal entry to record the recovery of an uncollectible amount.
19.	Determine the net realizable value of a note receivable using present value analysis.
20.	Prepare the journal entry to exchange an account receivable for a note receivable.
21.	Prepare the journal entry to record the default of a note receivable.
22.	Prepare the journal entry to record issuing a note receivable:
a.	Prepare the journal entry to record the receipt of a note payable.
23.	Prepare the journal entry to record the periodic interest income on a note receivable:
a.	Prepare the journal entry to record the periodic interest expense on a note payable.
24.	Calculate the number of days elapsed between two specific date:
a.	Calculate the due date on notes receivable and notes payable.
25.	Calculate bank discounting on a note:
a.	Calculate net proceeds of a discounted note.
b.	Journalize the discounting of a note.
26.	Calculate accrued interest on notes:
a.	Journalize the accrued interest on notes.
27.	Journalize the purchase of a plant asset, including incidental and indirect costs.
28.	Journalize to apportion land and building costs when they are purchased together.
29.	Calculate and journalize depreciation under the Straight-Line Method:
a.	Under the Declining Balance Method.
b.	Under the Units-of Production Method.
c.	Under the MACRS Method.

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30.	Calculate and journalize depreciation for mid-year purchases of assets.
31.	Calculate and journalize depreciation after a change in estimates.
32.	<i>Journalize the entry for revenue expenditures:</i>
a.	<i>For capital expenditures.</i>
b.	<i>For extraordinary repairs.</i>
33.	Prepare a new depreciation schedule after extraordinary repairs.
34.	Record the disposition of assets at book value:
a.	At a gain or loss.
b.	Through an exchange.
35.	Calculate and record depletion expense for natural resources.
36.	Identify intangible assets:
a.	Calculate and journalize amortization on intangible assets.
37.	Identify the advantages and disadvantages of the 3 main forms of business ownership: sole proprietor, partnership, and corporation.
38.	<i>Calculate and journalize the sale of a partnership interest:</i>
a.	<i>The withdrawal of a partner.</i>
b.	<i>The addition of a new partner.</i>
c.	<i>The dissolution of a partnership.</i>
39.	Journalize costs associated with forming a corporation:
a.	Journalize the issuance of stock including stock subscriptions.
b.	Premiums and discounts.
c.	Par value stock, and stated value stock.
40.	Explain organization structure in a corporation including the role of the board of directors, levels of management, and stockholders.
41.	Identify the key features of various types of capital stock: common, preferred and treasury.
42.	Calculate and journalize corporate income taxes.
43.	Explain the process for declaration, journalizing and payment of cash dividends.
44.	Calculate and journalize the issuance of stock dividends:
a.	Stock splits.
45.	Prepare a Statement of Stockholder's Equity for a corporation.
46.	Differentiate between various types of bonds.
47.	Explain the advantages and disadvantages of issuing bonds as a means of financing a corporation.
48.	Calculate and journalize issuing bonds at face value:
a.	At premium.
b.	At discount.
49.	Calculate and journalize the entries required in the payment of bonds: periodic interest payments, bond sinking funds, and redemption.
50.	Prepare multi-year comparative financial statements including horizontal analysis (percent changes by account).
51.	Calculate ratios for profitability, solvency, and activity.
52.	Make group presentations of data and results and conclusions in a professional manner.

BOLD/ITALICS COMPETENCIES = TAUGHT ONLY AT RENTON TECHNICAL
Approved GRCC 9/16/09, RTC ACCT 10/1/09