

Inver Hills Community College

ACCT 2102: Managerial Accounting

A. COURSE DESCRIPTION

Credits: 4

Lecture Hours/Week: 4

Lab Hours/Week: 0

OJT Hours/Week: *.*

Prerequisites:

This course requires the following prerequisite

ACCT 2101 - Financial Accounting

Corequisites: None

MnTC Goals: None

Consists of analyzing information and preparing reports for internal use in the company's management decision-making process. Emphasizes planning and control for profit-seeking enterprises. This course will cover cost terminology and behavior, fixed, mixed, and variable costs, standard costs and variances, activity-based costing, quality costs, job order costing, relevant costs, break-even and cost-volume-profit analysis, profit planning (budgeting), capital budgeting, flexible budgeting, segment reporting, transfer pricing, constrained resources, and business ethics. Meets requirements for accounting and lower-division-transfer business administration majors at most 4-year institutions.

B. COURSE EFFECTIVE DATES: 08/01/2003 - Present

C. OUTLINE OF MAJOR CONTENT AREAS

1. Ethics 8%
2. Activity based costing and quality costs 8%
3. Breakeven and CPV analysis 8%
4. Capital budgeting decisions 8%
5. Cost behavior 8%
6. Cost terminology 8%
7. Flexible budgeting 8%
8. Job order accounting 8%
9. Profit planning (budgeting) 8%
10. Relevant costs; constraints 8%
11. Segment reporting and transfer pricing 8%
12. Standard costs and variances 8%
13. Target costing 4%

D. LEARNING OUTCOMES (General)

1. Understand the differences between managerial and financial accounting.
2. Understand: the different elements of cost in business organizations; cost behavior; inventory cost flow including cost of good manufactured and cost of goods sold; and how costs are used in planning, control and decision-making.
3. Apply traditional and contribution-margin income statements; analyze cost-volume-profit relationships to support managerial planning and control.
4. Analyze costing systems including job-order costing, activity-based costing and process costing.
5. Understand the purposes of budgeting and the master budget, prepare component budget schedules and relate the budget to planning and control to support management decision making.
6. Understand the development and use of standard costs and variance analysis reports; analyze them in support of responsibility accounting and cost management.
7. Analyze various special decisions using relevant costs and benefits analysis to support decision-making and analyze short-term and long-term implications.
8. Apply management performance evaluation tools such as the balanced scorecard, operational performance measures and quality measures.
9. Understand management's decision-making process as it relates to product pricing.
10. Apply the concepts of responsibility accounting and decentralization.
11. Apply the concepts of capital budgeting and the concepts underlying strategic capital investment decisions.

E. Minnesota Transfer Curriculum Goal Area(s) and Competencies

None

F. LEARNER OUTCOMES ASSESSMENT

As noted on course syllabus

G. SPECIAL INFORMATION

None noted