

Minnesota State College Southeast

ACCT 2222: Cost Accounting II

A. COURSE DESCRIPTION

Credits: 3

Lecture Hours/Week: 3

Lab Hours/Week: *.*

OJT Hours/Week: *.*

Prerequisites:

This course requires the following prerequisite
ACCT 2220 - Cost Accounting I

Corequisites: None

MnTC Goals: None

This course is a survey of cost management techniques; students continue to apply job-order, process, and activity-based costing techniques. Students prepare flexible budgets, statements of cash flow. Provide analysis of variances and interpret ratios. (Prerequisite: ACCT2220 Cost Accounting I) (3 Credits: 3 lecture/0 lab)

B. COURSE EFFECTIVE DATES: 10/06/1998 - Present

C. OUTLINE OF MAJOR CONTENT AREAS

1. Flexible Budgets and Performance Analysis
2. Performance Measurement and Differential Analysis
3. Capital Budgeting, Cash Flow, and Financial Statement Analysis

D. LEARNING OUTCOMES (General)

1. Prepare a flexible budget and management reports showing activity, revenue, and spending variances. Students will compute direct material quantity and price variances, direct labor efficiency and rate variances, and variable manufacturing overhead efficiency and rate variances.
2. Compute return on investment and demonstrate how ROI is affected by changes in sales, expenses and assets. Understand the strengths and weaknesses of residual income. Prepare analysis concerning the addition or deletion of a business segment or product line, a make it or buy it scenario, and a special order decision. Determine the most profitable use of a constrained resource.
3. Evaluate the acceptability of investment projects using the net present value and the internal rate of return method. Determine the payback period and compute the single rate of return for an investment. Understand and prepare a statement of cash flows using the indirect method. Interpret and prepare financial statements in comparative and common-size forms. Compute ratios that would be utilized by a common stockholder, a short term creditor and a long term creditor.

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

None

F. LEARNER OUTCOMES ASSESSMENT

As noted on course syllabus

G. SPECIAL INFORMATION

None noted