

Minnesota State College Southeast

ACCT 2219: Income Tax II

A. COURSE DESCRIPTION

Credits: 3

Lecture Hours/Week: 3

Lab Hours/Week: *.*

OJT Hours/Week: *.*

Prerequisites:

This course requires either of these prerequisite categories

1. ACCT 2217 - Income Tax I

Or

2. ACCT 2216 - Income Tax I

Corequisites: None

MnTC Goals: None

This course continues the study of individual income tax law as prescribed in the Internal Revenue Code of 1986. Employee and self-employed related expenses are discussed as well as investor gains and losses. There is extensive coverage of property transactions and the many different classifications and tax treatments. The last part of the semester is hands on use of income tax software to prepare individual returns. The software is provided by Intuit Pro-Series for educational use in the college labs. Online students use HR Block software that comes with the text. (Prerequisites: ACCT2217 Income Tax I) (3 Credits: 3 lecture/0 lab)

B. COURSE EFFECTIVE DATES: 01/30/2013 - Present

C. OUTLINE OF MAJOR CONTENT AREAS

1. Employee and self-employed related expenses and individual investor gains and losses
2. Property Transactions including basis calculations, nontaxable exchanges and capital gains and losses
3. Alternative Minimum Tax, Tax Credits and Tax periods and methods

D. LEARNING OUTCOMES (General)

1. Define and outline procedures for claiming employee and self-employed expense deductions. Classify categories of investor gains and losses and their respective tax treatment. Discuss long term and short term differences when classifying gains and losses.
2. Identify and explain the different categories of property transactions. Outline the meaning of the term ζ basis ζ and how it can be affected by various additions and reductions. Define capital gains and losses and the impact of the length of ownership of the property. Discuss the various code sections that apply to business property transactions under Section 1250. Explain non-taxable like kind exchanges.
3. Discuss the Alternative Minimum tax in terms of how it was put in to the law and what the intent of congress was in adding this to the law. Tax credits will be covered including refundable credits and non-refundable credits. There is also a discussion of taxpayer options with respect to accounting methods allowable under the law.
4. Analyze installment sales
5. Analyze property exchange
6. Complete periodic examinations
7. Define Code Section 1231 assets
8. Define Code Section 1245 assets
9. Define Code Section 1250 assets
10. Define capital assets
11. Define capital expenditures
12. Define compensation
13. Define depletion
14. Define entertainment expense
15. Define involuntary conversion
16. Define revenue expenditures
17. Define special gains and losses
18. Define transportation expense
19. Define travel expense
20. Describe payment of estimated tax
21. Describe withholding requirements
22. Explain passive loss rules
23. Operate TurboTax software
24. Outline MACRS depreciation
25. Outline business deductions
26. Outline business gains and losses
27. Outline depreciation recapture
28. Outline inventories
29. Outline nondeductible expense
30. Outline partnerships
31. Outline retirement plans
32. Outline treatment of bad debts
33. Outline underpayment penalties
34. Prepare computerized form 1040A
35. Prepare computerized form 1040
36. Prepare computerized form 2106
37. Prepare computerized form 2441
38. Prepare computerized form 3903

38. Prepare computerized form 3903
39. Prepare computerized schedule A
40. Prepare computerized schedule B
41. Prepare computerized schedule C
42. Prepare computerized schedule D
43. Prepare computerized schedule E
44. Prepare computerized schedule F
45. Prepare computerized schedule R
46. Prepare computerized schedule SE

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

None

F. LEARNER OUTCOMES ASSESSMENT

As noted on course syllabus

G. SPECIAL INFORMATION

None noted