

DUKE UNIVERSITY

ECONOMICS 183

**ADVANCED FINANCIAL AND MANAGERIAL
ACCOUNTING**

SPRING 2009

SYLLABUS

C. J. SKENDER

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Course Objectives

The purposes of this course are to further improve your understanding of complex corporate financial reporting requirements and techniques and to continue to develop a framework for analyzing the political and economic significance of a wide variety of financial reporting issues. During the class, you will also be exposed to a selection of managerial accounting topics. You should develop an in-depth understanding of the material to which you were introduced in ECONOMICS 182. The concepts, theory, and technical details will be stressed and closely examined. Exercises, problems and cases will provide vehicles for class discussion. This course takes the perspective of a decision maker both as the user and as the preparer of financial statement information. After completion of this course you will be able to read, understand, analyze and evaluate a company's annual report and their 10-K. You should also be able to effectively participate in many managerial decisions.

Course Materials

Financial Reporting and Analysis by Lawrence Revsine, Daniel W. Collins, W. Bruce Johnson and H. Fred Mittelstaedt, 4th edition, published by McGraw-Hill/Irwin, 2009, is required and will be the primary reference. Handouts and solutions to selected problems will be provided on blackboard (www.blackboard.duke.edu). There are additional materials in the text online learning center at www.mhhe.com/revsine4e. Additional materials may also be distributed in class. If you know you will have to miss a lecture, have a classmate pick up handouts for you.

Course requirements

(1) Class Attendance and Preparation

Students are expected to attend all sessions. You should read/overview appropriate materials prior to class. The more you prepare before the presentation, the more comfortable you will be when the topics are covered in class. You are encouraged to attempt the assigned problems prior to class, but don't get "bogged down" in specific details until after the material is covered.

(2) Homework

Several homework exercises, problems and cases are listed below. You may be required to show evidence that you attempted the assignment. You are encouraged to work in groups. Solutions will be posted on the course blackboard site.

(3) Examinations

There will be closed-book in-class examinations on Tuesday, February 3, 2009, and Thursday, March 5, 2009. An open-book group take-home will be due on Tuesday, April 7, 2009. A closed-book comprehensive three-hour final examination is scheduled for Thursday, April 30, 2009.

(4) Grading

Final course grades will be determined by the following allocation:

5%	homework, cases, and class participation
15%	in-class examination (2/3/09)
15%	in-class examination (3/5/09)
15%	group take-home examination (due 4/7/09)
<u>50%</u>	<u>final examination (4/30/09, 6:30 to 10:30 p.m.)</u>
<u>100%</u>	

(5) The Honor Code

Duke University is a community of scholars and learners, committed to the principles of honesty, trustworthiness, fairness, and respect for others. Students share with faculty and staff the responsibility for promoting a climate of integrity. As citizens of this community, students are expected to adhere to these fundamental values at all times, in both their academic and non-academic endeavors. You are expected to follow the Duke Honor Code. Specific issues concerning homework, tests and examinations will be discussed in class.

ECONOMICS 183

ADVANCED FINANCIAL AND MANAGERIAL ACCOUNTING

DAYS 1 & 2 (1/8,13)	INSTITUTIONAL SETTING AND ACCRUAL ACCOUNTING Ch. 1: Pr. 8; Case 2 Ch. 2: Ex. 1, 5, 6, 7, 9, 14; Pr. 8
DAY 3 (1/15)	CONSTRUCTION ACCOUNTING AND INSTALLMENT SALES Ch. 3: Ex. 1, 3, 11; Pr. 6
DAY 4 (1/20)	BALANCE SHEET AND SCF Ch. 4: Ex. 2, 5, 6, 7, 12, 13, 15; Case 4
DAYS 5 & 6 (1/22, 27)	STATEMENT OF CASH FLOWS Ch. 17: Ex. 1, 2, 5, 7, 8; Pr. 2, 5
DAY 7 (1/29)	COST-VOLUME-PROFIT Blackboard
DAY 8 (2/3)	IN-CLASS EXAMINATION # 1
DAY 9 (2/5)	BUDGETING Blackboard
DAY 10 (2/10)	DECISION MAKING Blackboard
DAYS 11 & 12 (2/12, 17)	CAPITAL BUDGETING Blackboard
DAY 13 (2/19)	RECEIVABLES Ch. 8: Ex. 4, 8, 9; Pr. 6
DAY 14 (2/24)	INVENTORIES Ch. 9: Ex. 4, 7, 9, 16, 17, 18; Pr. 1

DAY 15 (2/26)	LONG-LIVED ASSETS Ch. 10: Ex. 5, 8, 12, 18, 20; Pr. 1
DAY 16 (3/3)	REVIEW
DAY 17 (3/5)	IN-CLASS EXAMINATION # 2
DAY 18 & 19 (3/17, 19)	BONDS Ch. 11: Ex. 4, 5, 6; Pr. 1, 2, 8
DAYS 20 & 21 (3/24, 26)	LEASES Ch. 12: Ex. 2, 6, 7; Pr. 3, 4, 10, 12
DAYS 22 & 23 (3/31, 4/2)	TAXES Ch. 13: Ex. 1, 4, 6, 7; Pr. 1, 4, 13
DAYS 24, 25 & 26 (4/7, 9, 14)	GROUP TAKE-HOME # DUE (4/7) INVESTMENTS Ch. 16: Ex. 1, 4, 5, 8, 11, 12; Pr. 2, 8
DAY 27 (4/16)	FINANCIAL STATEMENT ANALYSIS Ch. 5: Ex. 2, 3, 4, 6; Pr. 14
DAY 28 (4/21)	VALUATION Ch. 6: Pr. 1, 3, 4, 7, 9, 12, 16, 24
DAY 29 (4/30/09)	COMPREHENSIVE FINAL EXAMINATION (6:30 p.m. to 10:30 p.m.)

* Syllabus changes may be made and additional handouts, problems and assignments may be given at the instructor's discretion.