**Hospitality Accounting (Two)**

**TS2 (90 Hours)**

**Course Description:**

The course is a continuation of Principles of Accounting I. Conceptual problems analyzed include accounting for note receivables, fixed assets, and current liabilities. Basic accounting principles are applied to the partnership and corporate entities. Emphasis is placed on the value of reliable financial information, and financial statements.

**Learning Outcomes:**

At the end of the course, students will be able to:  
1. Prepare transactions involving accounts receivables and note receivables.  
2. Define and apply various depreciation methods.  
3. Illustrate different kinds of current liabilities.  
4. Report current liabilities on the balance sheet.  
5. Record entries for formation of partnership, admission of new partners, and withdrawal   
 of partners.  
6. Compare the stockholders' equity section of a corporate balance sheet with the owner's   
 equity section of a partnership or proprietorship's balance sheet.  
7. List the advantages and disadvantages of corporate organization.  
8. Record the issuance of stock at par value, no par value, or stated value.  
9. Journalize the declaration and payment of cash dividends and issuance of stock   
 dividends.  
10. Record entries involving the acquisition and sale of treasury stock.  
11. Differentiate between stock dividends and stock split.  
12. Prepare entries to reflect the appropriation of retained earnings in the account and on the   
 financial statements.

**Topics Covered:**

1- Fixed Assets.  
2- Account receivables and Note receivables.

3- Current Liabilities.  
4- Partnership.  
5- Corporations.  
6- Retained Earnings Statement.

**Chapter One**

**Plant Assets, Natural Resources, and Intangible Assets:**

**Learning Objectives:**

1- Describe how the cost principle applies to plant assets.

2- Explain the concept of depreciation.

3- Compute periodic depreciation using different methods.

4- Explain how to account for the disposal of a plant asset.

5- Compute periodic depletion of natural resources.

6- Explain how to account for the disposal of a plant asset.

**Content:**

1.1.Plant Assets.  
 1.1.1Determining the cost of Plant Assets.  
 1.1.2.Depreciation.  
 1.1.3.Expenditures During Useful Life

1.1.4.Plant Assets Disposals

1.2.Natural Resources

1.2.1. Depletion

1.3. Intangible Assets  
 1.3.1.Accounting for Intangible Assets.  
 1.3.2 Research and Development Costs.  
1.4. Statement Presentation and Analysis.  
 1.4.1. Presentation.  
 1.4.2. Analysis

**Chapter Two**

**Accounting For Receivables:**

**Learning Objectives:**

1- Identifying the different types of receivable.

2- Distinguish between the methods and bases companies use to value accounts receivable.

3- Describe the entries to record the disposition of accounts receivable.

4- Compute the maturity date of and interest on notes receivable.

5- Explain how companies recognize notes receivable.

**Content:**

2.1. Types of Receivables  
 2.1.1.Accounts receivables  
 2.1.2.Notes receivable  
 2.1.3.Other receivables

2.2. Accounts Receivable  
 2.2.1. Recognizing Accounts Receivable  
 2.2.2. Valuing Accounts Receivable  
 2.2.3. Disposing of Accounts Receivable

2.3. Notes Receivable  
 2.3.1.Determining the Maturity Date  
 2.3.2.Computing Interest  
 2.3.3. Recognizing Notes receivable  
 2.3.4.Valuing Notes Receivable  
 2.3.5 Disposing of Notes Receivable

**Chapter Three**

**Current Liabilities and Payroll Accounting:**

**Learning Objectives:**

1- Explain a current liability, and identify the major types of current liabilities.

2- Describe the accounting for notes payable.

3- Explain the accounting for other current liabilities.

4- Describe the accounting and disclosure requirements for contingent liabilities.

**Content:**

3.1. Accounting for Current Liabilities  
 3.1.1.Notes Payable.  
 3.1.2. Sales Taxes Payable.  
 3.1.3. Unearned Revenues.  
 3.1.4. Current Maturities of Long-Term Debt.  
 3.1.5. Statement Presentation and analysis.  
3.2. Contingent Liability  
 3.2.1. Recording  
 3.2.2. Disclosure

**Chapter Four**

**Accounting For Partnerships:**

**Learning Objectives:**

1- Identify the characteristics of the partnership form of business organization.

2- Explain the accounting entries for the formation of a partnership.

3- Identify the basis for dividing net income or net loss.

4- Describe the form and content of partnership financial statements.

5- Explain the effects of the entries to record the liquidation of a partnership.

**Content:**

4.1. Partnership Form of Organization  
 4.1.1.Characteristics   
 4.1.2. Organizations with Partnership Characteristics  
 4.1.3. Advantages/Disadvantages  
 4.1.4. Partnership Agreement

4.2. Basic Partnership Accounting  
 4.2.1. Forming a Partnership  
 4.2.2. Dividing net income/loss.  
 4.2.3. Financial Statements

4.3. Liquidation of a Partnership  
 4.3.1. No Capital Deficiencies  
 4.3.2. Capital Deficiency  
4.4. Appendix A:Admission and Withdrawal of partnership

4.4.1. Admission of a partner

4.4.2. Withdrawal of a partner

**Chapter Five**

**Corporations :Organization and Capital Stock Transactions:**

**Learning Objectives:**

1- Identify the major characteristics of a corporation.

2- Differentiate between paid-in capital and retained earnings.

3- Record the issuance of common stock.

4- Explain the accounting for treasury stock.

5- Differentiate preferred stock from common stock.

6- Prepare a stockholders' equity section.

**Content:**

5.1. The Corporate Form of Organization  
 5.1.1Characteristics  
 5.1.2 Formation  
 5.1.3 Stockholder Rights  
 5.1.4 Stock Issue Considerations  
 5.1.5 Corporate Capital  
5.2 Accounting For Issues of Common Stock  
 5.2.1 Issuing Par Value Stock  
 5.2.2 Issuing no-par Stock  
 5.2.3. Issuing stock for services or noncash assets

5.3. Accounting for Treasury Stock  
 5.3.1 Purchase of Treasury Stock  
 5.3.2. Disposal of Treasury stock  
5.4 Preferred Stock  
 5.4.1 Dividend Preferences  
 5.4.2 Liquidation Preferences  
5.5 Statement Presentation  
 5.5.1 Capital Stock  
 5.5.2 Additional Paid-in Capital  
 5.5.3 Retained Earnings

**Chapter Six**

**Corporations: Dividends, Retained Earnings, and Income Reporting:**

**Learning Objectives:**

1- Prepare the entries for cash dividends and stock dividends.

2- Identify the items reported in a retained earnings statement.

3- Prepare and analyze a comprehensive stockholders' equity section.

4- Describe the form and content of corporation income statements.

**Content:**

6.1. Dividends  
 6.1.1.Cash Dividends   
 6.1.2.Stock Dividends   
 6.1.3.Stock Split  
6.2. Retained Earnings   
 6.2.1. Retained Earnings Restriction  
 6.2.2. Prior Period Adjustments  
 6.2.3. Retained Earnings Statement  
6.3. Statement Presentation and Analysis  
 6.3.1. Stockholders' Equity Presentation  
 6.3.2. Stockholders' Equity Analysis  
 6.3.3. Income Statement Presentation  
 6.3.4. Income Statement Analysis

**Text Book:**

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