



Grande Prairie Regional College

School of Business

Department: Business Administration and Commerce

COURSE OUTLINE – WINTER 2006

BA2140 3(3-0-2)UT - Cost Accounting II

Instructor	Doug Frattini	Phone	539-2889 (office) 539-7465 (home)
Office	C201	E-mail	dfrattini@gprc.ab.ca
Office Hours	Tuesday and Thursday 10:00 to 11:30 a.m. Or by appointment		

Prerequisite(s)/corequisite(s):

BA2130 Cost Accounting I, or equivalent

Required Text/Resource Materials:

Managerial Accounting—Concepts for Planning, Control, Decision Making, Sixth Canadian Edition, RH Garrison, EW Noreen, GR Chelsey, RF Carroll, McGraw-Hill Ryerson, 2001.

The text will be used extensively.

Description:

This course is the second of a two part in-depth course introducing and examining the concepts of cost/managerial accounting initiated in BA 2130. Major topics to be covered include:

- Responsibility accounting and recording
- Flexible budgets
- Standard costing and analysis of variances from standards
- Direct costing
- Relevant and differential costs
- Decision making processes related to above concepts

Credit/Contact Hours:

This is a 3 credit course with 3 lecture and 2 lab hours per week. Students are expected to attend all lectures and labs.

Delivery Mode(s):

The course will be offered as three hours instruction and two hours lab per week for a total of five hours per week. The allocation of instructional time and lab time will be at the Instructor's discretion.

For each topic, there will be a classroom lecture/discussion and a demonstration of related accounting procedures. Relevant textbook readings, exercises and problems will be assigned. Weekly quizzes and/or hand-in assignments may be administered. The Final Examination will consist of exercises, problems and multiple choice questions

Regular classroom attendance is expected. Be late at your own peril. Assigned reading materials should be studied both before and after it is discussed in class. Your understanding should be applied by performing the assigned homework problems. Ask questions in class, especially about any topics where you are confused or uncertain. The Instructor will be available during office hours to further assist students.

This course requires considerable time and effort on the part of students, so the adoption and adherence to effective learning habits is essential. It is difficult to catch up once a student falls behind in readings and problems.

Objectives:

To further acquaint the student with the techniques and applications of cost/managerial accounting. Product costing and planning and control operations using a full standard cost accounting system, short-term decision making concepts, and techniques in the managerial accounting environment are introduced and explored.

Transferability:

AU, CU, CUC, KUC, AUG, CMA, CGA. Students are cautioned that it is their responsibility to contact the receiving institutions to ensure transferability.

Grading Criteria:

Quizzes & Assignments	15%
Major Test 1	25%
Major Test 2	25%
Final Exam	35%

Final examinations will be scheduled by the registrar's office during the period April 15, 2006 to April 25, 2006. Dates for major tests, quizzes, and assignments will be announced in class as required during the semester.

Grades will be assigned on the Letter Grading System.

Business Administration and Commerce Department
Grading Conversion Chart

Alpha Grade	4-point Equivalent	Percentage Guidelines	Designation
A+	4	90 – 100	EXCELLENT
A	4	85 – 89	
A-	3.7	80 – 84	FIRST CLASS STANDING
B+	3.3	76 – 79	
B	3	73 – 75	GOOD
B-	2.7	70 – 72	
C+	2.3	67 – 69	SATISFACTORY
C	2	64 – 66	
C-	1.7	60 – 63	
D+	1.3	55 – 59	MINIMAL PASS
D	1	50 – 54	
F	0	0 – 49	FAIL

Course Schedule/Timeline:

<u>Week</u>	<u>Required Reading</u>	<u>Topic</u>
Weeks 1 & 2	Chapter 8 Activity Based Costing	<ul style="list-style-type: none"> - Comparison of Traditional & ABC Costing - Mechanics of ABC Costing - Limitations of ABC Costing
Weeks 3 & 4	Chapter 9 Budgeting	<ul style="list-style-type: none"> - The Plan - Framework of Budgeting - The Master Budget - The Cash Budget

Weeks 5 & 6	Chapter 10 Standard Costs and The Balanced Scorecard	<ul style="list-style-type: none"> - Setting Standard Costs - Variance Analysis - Balanced Scorecard
Week 7	Chapter 11 Flexible Budgets and Overhead Analysis	<ul style="list-style-type: none"> - Characteristics of a Flexible Budget - Variances – a Closer Look
Weeks 8 & 9	Chapter 12 Segment Reporting	<ul style="list-style-type: none"> - Decentralization in Organizations - Segment Reporting and Profitability - Various Approaches to Segment Reporting
Weeks 10 & 11	Chapter 13 Relevant Costs for Decision Making	<ul style="list-style-type: none"> - Identifying Relevant Costs & Benefits - Adding and Dropping Product Lines - ABC and Relevant Costs
Week 12	Chapter 14 Capital Budgeting	<ul style="list-style-type: none"> - Typical Capital Budgeting Decisions - Discounted Cash Flows - Other Approaches to Capital Budgeting
Week 13	Appendix A Service Department Costing	<ul style="list-style-type: none"> - Allocation of Costs Using Various Techniques

Statement on Plagiarism:

The instructor reserves the right to use electronic plagiarism detection services.