

School of Accounting and Finance
AFM 291: Intermediate Financial Accounting 1
Fall 2019
Course Syllabus

Course Instructors:

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Office hours:	Monday & Wednesday 2:30 to 4:00pm or by appointment	Tuesday 4:00 to 5:30pm & Wednesday 8:30 to 10:00am or by appointment

Course Description:

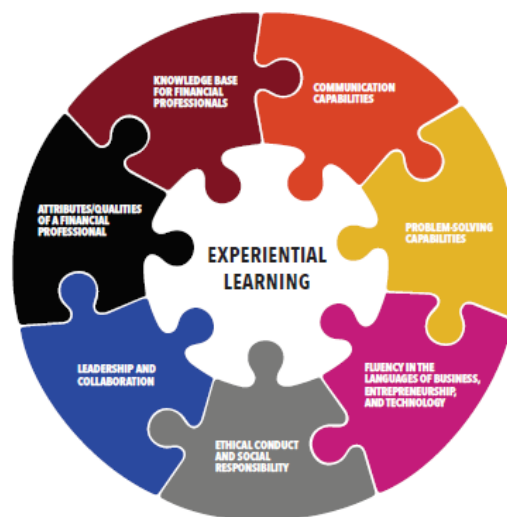
AFM 291 is the first course in intermediate accounting dealing with the theory and practice of financial statement preparation and reporting. The emphasis will be on accounting for assets and the related impact on income measurement.

Lecture Schedule:

Section	Days of the week	Time	Room	Instructor
001	Tuesday & Thursday	8:30 to 9:50	HH 1102	Kennedy
002	Tuesday & Thursday	10:00 to 11:20	HH 1102	Kennedy
003	Tuesday & Thursday	2:30 to 3:50	AL 208	Kennedy
004	Tuesday & Thursday	4:00 to 5:20	AL 208	Kennedy
005	Tuesday & Thursday	8:30 to 9:50	HH 1104	Psutka
006	Tuesday & Thursday	10:00 to 11:20	HH 1104	Psutka
007	Tuesday & Thursday	1:00 to 2:20	HH 1104	Psutka
008	Tuesday & Thursday	2:30 to 3:50	HH 1104	Psutka

Program Goals:

Each of the School of Accounting and Finance’s Program Level learning outcomes identifies a knowledge, skill or value of a financial professional. These outcomes are organized into seven areas as reflected in the graphic. The puzzle pieces reflect the integration of all areas. All outcomes are developed through experiential learning.



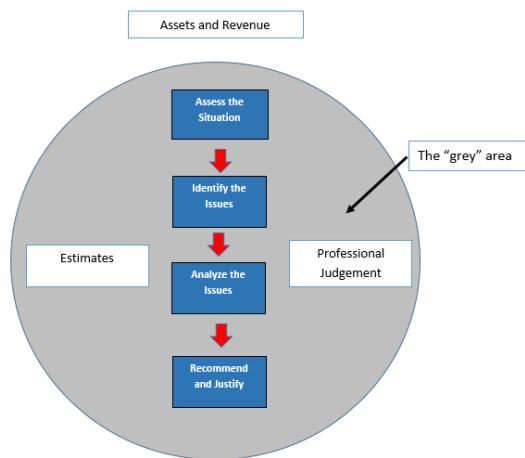
Course Learning Objectives:

By the end of the term, you should be able to ...

LO1: With a focus on assets and revenues, **apply the Problem-Solving Process for AFM 291** to transactions/events to:

- Assess a situation,
- Identify the financial reporting issues relevant to the user's objectives,
- Analyze the issues,
- Reach conclusions regarding the appropriate accounting treatment, and
- Prepare a brief written statement of the conclusion and any recommended accounting treatment

LO2: **Prepare Financial Statements** for public and private corporations



Course Resources:

Required Textbook:

Lo, Kin and George Fisher. *Intermediate Accounting*, 4th Canadian Edition, Volume One (the following options are available):

- Hardcover Text with *My Accounting Lab* ISBN: 9780135322901
- Loose Leaf Text with *My Accounting Lab* Unbound, 3-hole punched – binder ready ISBN: 9780135906484
- Pearson e-Text with *My Accounting Lab* – No print text ISBN: 9780135236178
- *My Accounting Lab* without Pearson e-Text – No print text ISBN: 9780135236154

Waterloo LEARN is a web-based learning management system used to communicate information such as the course syllabus, weekly class material, and exam material. Students should check LEARN regularly.

Bring your textbook (or laptop for e-text) to every class. We will be doing end-of-chapter problems in most classes and it will be difficult to participate (and learn) if you do not have access to your textbook.

Reference Material:

CPA Canada Handbook: Part I – IFRS Standards and Part II - Accounting Standards for Private Enterprises (Both available on the library webpage under “[Research and Journal Databases](#)”).

Course Evaluation:

Learning Outcomes	Learning Assessments	Date	% of Total Grade
Benchmark	Prerequisite Content Assessment	Friday September 6, 4:30 -5:30 PM	10%
LO1-2	Midterm #1 (see Note 1)	Friday October 11, 4:30 – 6:00 PM	25%
LO1-2	Midterm #2 (see Note 2)	Friday November 15, 4:30 – 6:00 PM	25%
LO1-2	Final Exam	Scheduled by Registrar’s Office	40%
			100%

Note 1: if the mark on Midterm #1 is lower than the mark on the final exam, the weighting for Midterm #1 will be reduced to 15% and an additional 10% weight will be applied to the final exam.

Note 2: if the mark on Midterm #2 is lower than the mark on the final exam, the weighting for Midterm #2 will be reduced to 15% and an additional 10% weight will be applied to the final exam.

A student must pass the weighted average of midterm and final examinations (using whichever weighting algorithm gives the higher grade) in order to pass the course.

Course Structure:

Before the Unit	During Class	After the Unit
<ul style="list-style-type: none">• Read the assigned Chapter• Read the CPA Canada Handbook when assigned• Try the “Supplemental Problems” listed on the syllabus (solutions are posted on LEARN). These problems will provide support for the problems we will do in class	<ul style="list-style-type: none">• Actively listen during the in-class lectures to solidify your understanding of the concepts• Attempt problems or parts of problems on your own and in pairs; participate in the discussion when these are taken-up	<ul style="list-style-type: none">• Seek help as needed (from your instructor in office hours or your peers)• Complete in-class problems for the next class and attempt any additional suggested problems• If you have acquired access to My Accounting Lab, practice additional end of chapter questions

AFM 101 Prerequisite Content Assessment, Mid-term and Final Examinations:

There is an AFM 101 Prerequisite Content Assessment on Friday, September 6th, two midterm exams (Friday, October 11th and Friday, November 15th) and a final exam. You should expect to be tested on all material including: the textbook, in-class discussions, problems and lectures. The first midterm will cover Chapters 1 to 4 and the second midterm will cover Chapters 5 to Chapter 8.

The final examination will be two and one-half hours duration and will be scheduled by the Registrar’s Office during the **Fall term examination period** (December 6 to 21). The final examination is comprehensive, covering all material delivered throughout the course. Student travel plans are not acceptable grounds for granting an alternative final examination time.

Students must bring photo identification (preferably their Watcard) to the prerequisite content assessment, mid-term examinations and final examination.

All assessments/examinations must be the exclusive work of the individual student.

Written requests for re-grading of the Prerequisite Content Assessment or mid-term examinations must normally be made **within one week after the examination has been returned**. A written request must be submitted that indicates your reasons for believing that a question was improperly graded. The instructor reserves the right to re-grade the entire examination.

“Faculty of Arts policy provides that students who wish to review their final examination papers informally may do so without instituting a formal appeal procedure. Such review will take place under supervised access only, and will be arranged in a way that is mutually convenient for the instructor and the student.”

UNIVERSITY OF WATERLOO AND SCHOOL OF ACCOUNTING & FINANCE POLICIES:

Details regarding School of Accounting and Finance (SAF) policies and University of Waterloo policies can be found on the SAF LEARN site “My SAF Community” at: <https://learn.uwaterloo.ca/d2l/home/66209>.

These policies are an integral part of this course syllabus. They have been posted on the SAF LEARN site as they are not course specific but are common for all SAF program courses. Please ensure that each term you are informed regarding these policies. They include:

School of Accounting and Finance Policies:

- Accommodations for missed assessments
- SAF Process and Documentation Requirements Supporting Requests for Accommodation
- Recording of Lectures
- Textbooks and Intellectual Property Rights
- Attendance at the Registered Section

University of Waterloo Policies:

- Academic Integrity
- Grievance
- Discipline
- Appeals
- Academic Offenses and Implications
- Accommodation for Students with Disabilities
- I-clickers

AFM 291 – Fall 2019**Tentative Course Schedule**

The schedule is approximate – some topics will take more time and some less. Adjustments will be made as necessary throughout the term.

Class	Date	Topic	Pre-Class Reading	In-Class Problems	Supplemental Problems (see note 1)
1	Thursday Sept 5	Introduction to: <ul style="list-style-type: none"> • The course • Learning/Self-Management Concepts • “The Problem-Solving Process for AFM 291” • “Non-directed” versus “directed” questions 		Organic Printed Cottons Ltd.	
	Friday Sept 6	AFM 101 Prerequisite Knowledge Assessment Friday, September 6th 4:30 to 5:30 pm			
2	Tuesday Sept 10	Decision Making Under Uncertainty & Information Asymmetry Conceptual Framework & Introduction to the Standards	Chapter 1 “Playing by the Rules” Chapter 2	App Designers Inc.	P1-2, P1-3, Case 1-4 P2-1, P2-3, P2-4, P2-15
3	Thursday Sept 12	Conceptual Framework & Introduction to the Standards Accrual Accounting, Subsequent Events, Errors and Accounting Changes	Chapter 2 Chapter 3	P2-18 Computer Consulting	P3-6, P3-8, P3-11
4	Tuesday Sept 17	Accrual Accounting, Subsequent Events, Errors and Accounting Changes	Chapter 3 <i>Handbook Sections:</i> Subsequent Events: IAS 10 and Accounting Changes: IAS 8	P3-18, Octagon Puzzles Inc., Field Corporation	P3-17, P3-19, P3-30, P3-34, P3-43

Class	Date	Topic	Pre-Class Reading	In-Class Problems	Supplemental Problems (see note 1)
5	Thursday Sept 19	Accrual Accounting, Subsequent Events, Errors and Accounting Changes Revenue Recognition	Chapter 3 Chapter 4	WaterLooLooLoo Inc. Screen Printing Inc., Hospital Contract, Build Corporation	P4-3, P4-8 (a, b, & d), P4-10
6	Tuesday Sept 24	Revenue Recognition	Chapter 4	Barnett Corporation, P4-9, Screen Printing Inc.	P4-11, P4-16, P4- 18
7	Thursday Sept 26	Revenue Recognition	Chapter 4	Designer Watches, ABC Company	P4-33, P4-37, P4- 42
8	Tuesday Oct 1	Revenue Recognition	Chapter 4	Donald Construction	
9	Thursday Oct 3	Cash & Receivables	Chapter 5	Bauer Inc., 5-45	P5-5, P5-12, P5- 15, P5-19, P5-29, P5-37, P5-42
10	Tuesday Oct 8	Inventory	Chapter 6, IAS 2, ASPE Section 3031	P6-14	P6-2, P6-5, P6-15, P6-22, P6-28
11	Thursday Oct 10	Inventory	Chapter 6	P6-42, Fire Within Inc., Organic Printed Cottons Ltd.	KMP Inc., P6-32, P6-33, P6-38, P6- 41, Case 6-1
	Friday Oct 11	Midterm #1 Friday, October 11th 4:30 to 6:00 pm			
	Monday Oct 14	University Holiday Thanksgiving Day			
	Tuesday Oct 15	Reading Week			
	Wednesday Oct 16	Reading Week			
	Thursday Oct 17	Reading Week			
	Friday Oct 18	Reading Week			
12	Tuesday Oct 22	Financial Assets	Chapter 7	Vert, Kennedy Inc., Psutka Inc.	P7-6, P7-9, P7-11, P7-12, P7-20, P7- 25

Class	Date	Topic	Pre-Class Reading	In-Class Problems	Supplemental Problems (see note 1)
13	Thursday Oct 24	Financial Assets	Chapter 7	Financing Inc., Terrace (from text book)	P7-14, P7-15, P7- 27, P7-28, P7-35
14	Tuesday Oct 29	Financial Assets	Chapter 7	Sutherland	P7-48
15	Thursday October 31	Finish Financial Assets Property, Plant & Equipment	Chapter 7 Chapter 8 PP&E: IAS 16, ASPE 3061 Borrowing Costs: IAS 23	P8-1, SAF Construction, Webb Corporation	P8-2, P8-6, P8-7, P8-15
16	Tuesday Nov 5	Property, Plant & Equipment	Chapter 8	Furnace Replacement, P8- 13	P8-11, P8-12, P8- 19, P8-24, P8-35, P8-37
17	Thursday Nov 7	Property, Plant & Equipment	Chapter 8	McMahon Corporation	P8-47, Case 8-4
18	Tuesday Nov 12	Property, Plant & Equipment Intangibles, Goodwill, Mineral Resources	Chapter 8 Chapter 9	Rock and Roll P9-6, P9-14	P9-7, P9-9, P9-15, P9-19, P9-22
19	Thursday Nov 14	Intangibles, Goodwill, Mineral Resources	Chapter 9	P9-17, P9-21	P9-24, P9-36, P9- 37
	Friday Nov 15	Midterm #2 Friday, November 15th 4:30 to 6:00 pm			
20	Tuesday Nov 19	Fair Value & Non- Current Assets	Chapter 10	Land Revaluations, P10-16	P10-5, P10-6, P10-7, P10-12
21	Thursday Nov 21	Fair Value & Non- Current Assets	Chapter 10	P10-19, P10-20, Robson Inc., P10- 35	P10-28, P10-30

Class	Date	Topic	Pre-Class Reading	In-Class Problems	Supplemental Problems (see note 1)
22	Tuesday Nov 26	Fair Value & Non-Current Assets	Chapter 10		
23	Thursday Nov 28	Statement of Cash Flow	Appendix A	PA-9, PA-10, PA-36 (start)	PA-6, PA-30, PA-32
24	Tuesday Dec 3	Statement of Cash Flow	Appendix A	PA-36 (finish)	PA-5, PA-44, PA-45

Note 1: In addition to reading the chapter content, students should attempt to complete any pre-class notes that are provided as well as the Supplemental Problems, before the chapter is discussed in class. This provides an opportunity to assess your understanding of the material. Solutions will be provided for the Supplemental Problems before class discussion begins for the chapter.