

**ACCT 6216**  
**Seminar in Financial Reporting**  
**Extended Course Outline**  
**Spring 2015**

Instructor:	Dr. Michael Yu	Classroom:	Adamson Hall 115
Office:	Adamson Hall 215	Class Time:	M, W: 5:30 - 6:50
Phone:	678-839-6517	Office Hours:	M, W: 11:00 - 12:30
Email:	<a href="mailto:myu@westga.edu">myu@westga.edu</a>		M, W: 3:30 - 5:30
Course database:	<a href="https://westga.view.usg.edu/">https://westga.view.usg.edu/</a>		F: 9:00 - 12:00

**I. Catalog Description:**

In-depth analysis of and research on current topics in accounting: theoretical analysis of recent accounting pronouncements and the study of current literature in accounting. Ethical issues in financial reporting are emphasized.

**II. Required Background or Experience:**

- A. Prerequisites: ACCT 3213 – Financial Reporting II
- B. Prerequisite Justification: An in-depth knowledge of financial accounting and report concepts is required for this course.

**III. AACSB International Learning Objectives Measured:**

<http://www.westga.edu/assetsDept/accfin/MPAccLearningGoals.pdf>

LG1 (LO1.3) Students will be able to prepare and deliver effective oral accounting presentations.

LG2 (LO2.1) Students will be able to identify the impact of international accounting standards on the accounting profession.

LG4 (LO4.6) Students will be able to identify standard setting policies and procedures and develop implications for the accounting profession.

**IV. Text and References:**

A list of journal articles is included with this syllabus. All of the articles can be obtained from the UWG Library System. If you are having trouble finding an article, please consult one of the librarians. You should begin collecting articles immediately.

V. **Special or Unique Student Materials/ University Facilities:**

None

VI. **ASSIGNMENTS:**

*Instructions for Formatting Your Assignments*

All assignments that are handed in (except for the exception listed below in Textbook Reading below that uses bullet points) must be typed, double spaced in a professional form. Times New Roman, 12 pt. font must be used with 3/4" – 1" borders.

The completed assignment must have a single staple in the upper left hand corner (no binders) and a cover page that lists the name of the assignment and the student's name. **THE STUDENT'S NAME MUST NOT BE LISTED ON ANY PAGE EXCEPT THE COVER PAGE.** Pages must be numbered (except the cover page).

**FAILURE TO FOLLOW THESE INSTRUCTIONS MAY RESULT IN A 5% ASSIGNMENT GRADE REDUCTION**

*Reading Summaries*

Please read the assigned readings before each class, and prepare **one 2-3 page** summary of each assigned paper.

- Summaries are **individual** assignments. Turning in work other than your own is a violation of the Honor Code.
- Answers to questions, cases, etc. are not individual assignments. You may discuss the assignment with other students if you'd like.
- Be prepared to discuss your thoughts and opinions related to these questions.
- This discussion will count toward your participation grade.

*Research Paper*

- Students will be required to complete a research paper on an individual basis. The paper should focus on an accounting topic of a financial nature discussed in class. Details to be provided in class.
- Papers should be 12-15 typed pages before references and tables (about 3,500-5,000 words).

**VII. Methods of Evaluation:**

<b>Assignment</b>	<b>Percentage</b>
Reading Summaries	10%
Participation and Presentation	20%
Research Paper	30%
Final Exam	<u>40%</u>
Total	<u>100%</u>

**VIII. Other Important Class Information**

Changes to Syllabus

The schedule provided should be considered a general guideline. At times, we may deviate by deleting, adding, or modifying articles. If you are absent, you are responsible for knowing the current schedule.

Work from other Courses

Work submitted for credit in other courses will not be accepted for credit in this course.

**IX. Miscellaneous, but Important Information**

**American Disabilities Act**

It is the policy of UWG to accommodate students with disabilities, pursuant to federal, state law and UWG's commitment to equal educational opportunities. Please contact Disability Services for more information (272 Parker Hall; (678) 839-6428).

**X. Student Rights and Responsibilities**

Please carefully review the information at the following link:

[http://www.westga.edu/assetsDept/vpaa/Common\\_Language\\_for\\_Course\\_Syllabi.pdf](http://www.westga.edu/assetsDept/vpaa/Common_Language_for_Course_Syllabi.pdf)

The document at this link contains important information pertaining to your rights and responsibilities in this class. Because these statements are updated as federal, state, university, and accreditation standards change, you should review the information each semester.

**XI. Credit Hour Policy**

Students in this class will spend 150 minutes per week with faculty instruction (either face-to-face or online). Generally, students can expect to spend about 450 minutes of class work outside of the classroom each week. This out-of-class work may include, but is not limited to readings, assignments, projects, group work, research, and test preparation. The amount of out of class time required for a given outcome will vary by student.

## TENTATIVE SCHEDULE AND ASSIGNMENT

<b>DATE</b>	<b>TOPIC</b>	<b>PRESENTERS</b>
01/05	<b>INTRODUCTION</b>	Dr. YU
01/07 01/12 01/14	<p><b>TOPIC 1 - FINANCIAL STATEMENTS</b></p> <p>Financial Reporting Manual - Topic 1: Registrant's Financial Statements.</p> <p>Regulation S-X - General instructions as to financial statements and consolidated and combined financial statements (210.3-01 - 210.3A-04).</p> <p>Regulation S-K - Financial information (229.301 - 229.302).</p> <p>Securities Exchange Commission. Introduction to forms.</p> <p>Securities Exchange Commission. Investor Bulletin: How to read an 8-K.</p> <p>Form 10-K, 10-Q, and 8-K.</p>	
01/19	<b>NO CLASS - MLK HOLIDAY</b>	
01/21 01/26	<p><b>TOPIC 2 - PRO FORMA FINANCIAL INFORMATION</b></p> <p>Financial Reporting Manual - Topic 3: Pro forma financial information.</p> <p>Regulation S-X - Pro forma financial information (210.11-01 - 210.11-03).</p>	

<p>01/28 02/02 02/04</p>	<p><b>TOPIC 3 - INDEPENDENT ACCOUNTANTS</b></p> <p>Financial Reporting Manual - Topic 4: Independent accountants' involvement.</p> <p>Regulation S-X - Qualifications and reports of accountants (210.2-01 - 210.2-07).</p> <p>Church, B. K. and L. B. Shefchik, 2012. PCAOB Inspections and Large Accounting Firms. Accounting Horizons Vol. 26, No. 1, pp. 43-63.</p> <p>Kinney, W. R., 2005. Twenty-five years of audit deregulation and re-regulation: What does it mean for 2005 and beyond. Auditing: A Journal of Practice &amp; Theory 24 (Supplement): 89-109.</p> <p>Palmrose, Z., 2013. PCAOB Audit Regulation a decade after SOX: Where it stands and what the future holds. Accounting Horizons Vol. 27, No. 4, pp. 775-798.</p> <p>Houston, R. W., and C. M. Stefaniak, 2013. Audit Partner Perceptions of Post-Audit Review Mechanisms: An Examination of Internal Quality Reviews and PCAOB Inspections. Accounting Horizons Vol. 27, No. 1, pp. 23-49.</p> <p>Public Companies Accounting Oversight Board (PCAOB), 2014. In the matter of Randall A. Stone, CPA. PCAOB Release No. 105-2014-007.</p>	
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DATE	TOPIC	PRESENTERS
02/09 02/11	<p data-bbox="302 184 1094 254"><b>TOPIC 4 - SMALLER REPORTING COMPANIES AND EMERGING GROWTH COMPANIES</b></p> <p data-bbox="302 296 1084 365">Financial Reporting Manual - Topic 5: Smaller reporting companies.</p> <p data-bbox="302 407 1107 476">Regulation S-X - Financial statements of smaller reporting companies (210.8-01 - 210.8-08).</p> <p data-bbox="302 518 1101 588">Financial Reporting Manual - Topic 10: Emerging growth companies.</p>	
02/16 02/18 02/23	<p data-bbox="302 661 808 693"><b>TOPIC 5 - FOREIGN COMPANIES</b></p> <p data-bbox="302 735 1057 804">Financial Reporting Manual - Topic 6: Foreign private issuers &amp; foreign businesses.</p> <p data-bbox="383 846 667 877">Form 20-F, Form 6-K</p> <p data-bbox="310 919 1065 1031">Nobes, C. and S. Zeff. 2008. Auditors' Affirmations of Compliance with IFRS Around the World: An Exploratory Study. <i>Accounting Perspectives</i> 7 (4), pp. 279 – 292.</p> <p data-bbox="310 1073 1122 1234">Elaine Henry, Stephen Lin, and Ya-wen Yang (2009) The European-U.S. "GAAP Gap": IFRS to U.S. GAAP Form 20-F Reconciliations. <i>Accounting Horizons</i>: June 2009, Vol. 23, No. 2, pp. 121-150.</p> <p data-bbox="302 1276 1122 1388">Office of the Chief Accountant (SEC), 2011. Work plan for the consideration of incorporating IFRS into the financial reporting system for U.S. issuers.</p> <p data-bbox="310 1430 1070 1541">Devrimi Kaya and Julian A. Pillhofer. (2013) Potential Adoption of IFRS by the United States: A Critical View. <i>Accounting Horizons</i> 27:2, 271-299.</p> <p data-bbox="302 1583 1089 1730">Richard D. Morris, Sidney J. Gray, Joanne Pickering and Sally Aisbitt, 2014. Preparers' Perceptions of the Costs and Benefits of IFRS: Evidence from Australia's Implementation Experience. <i>Accounting Horizons</i> 28:1, 143-173.</p>	

DATE	TOPIC	PRESENTERS
02/25 03/02 03/04	<p data-bbox="302 220 992 256"><b>TOPIC 6 - RELATED PARTY TRANSACTIONS</b></p> <p data-bbox="302 289 1040 359">Financial Reporting Manual - Topic 7: Related Party Matters.</p> <p data-bbox="302 401 1019 470">Regulation S-K - Transactions with related persons, promoters and certain control persons (229.404).</p> <p data-bbox="302 512 1143 625">Securities Exchange Commission, 2003. Final Rule: Disclosure in management's discussion and analysis about off-balance sheet arrangements and aggregate contractual obligations.</p> <p data-bbox="302 667 1024 766">Benston, G. J., A. L. Hartgraves, 2002. Enron: what happened and what we can learn from it. Journal of Accounting and Public Policy 21, pp. 05-127.</p> <p data-bbox="302 808 1062 947">E. A. Gordon, E. Henry, T. J. Louwers, and B. J. Reed, 2007. Auditing Related Party Transactions: A Literature Overview and Research Synthesis. Accounting Horizons, Vol. 21, No. 1, pp. 81-102.</p> <p data-bbox="302 989 1057 1127">Background Readings: Powers' Report, 2002. Report of investigation by the special investigative committee of the board of directors of Enron Corp.</p>	

DATE	TOPIC	PRESENTERS
03/09 03/11 03/23	<p data-bbox="302 220 813 256"><b>TOPIC 7 - NON-GAAP MEASURES</b></p> <p data-bbox="302 289 1143 359">Financial Reporting Manual - Topic 8: Non-GAAP measures of financial performance, liquidity, and net worth.</p> <p data-bbox="302 401 1089 470">Securities Exchange Commission, 2002. First Pro forma financial Reporting Case: Trump Hotels Charged.</p> <p data-bbox="302 527 1027 596">Securities Exchange Commission, 2003. Final Rule: Conditions for Use of Non-GAAP Financial Measures.</p> <p data-bbox="302 653 1105 722">Securities Exchange Commission, 2003. Frequently asked questions regarding the use of Non-GAAP Financial Measures.</p> <p data-bbox="302 779 1127 890">Securities Exchange Commission, 2001. Cautionary Advice Regarding the Use of “Pro Forma” Financial Information in Earnings Releases.</p> <p data-bbox="302 947 1122 1058">Nilabhra Bhattacharya, Ervin Black, Theodore Christensen, and Richard Mergenthaler, 2004. Empirical Evidence on Recent Trends in Pro Forma Reporting. Accounting Horizons.</p> <p data-bbox="302 1115 1122 1226">Colley, R. and K. S. Moffeit, 2003. The New Regulation G: Impact on Pro Forma Financial Information. Today's CPA, July/August 2003, p19-23.</p> <p data-bbox="302 1283 1105 1394">Rashty, J. and J. O'shaughnessy, 2014. Reporting and disclosures using non-GAAP financial measures. CPA Journal, March 2014, p36-39.</p>	



<p>03/25 03/30</p>	<p><b>TOPIC 8 - MD&amp;A</b></p> <p>Financial Reporting Manual - Topic 9: Management's discussion and analysis of financial position and results of operations.</p> <p>Securities Exchange Commission, 2003. Commission Guidance Regarding Management's Discussion and Analysis of Financial Condition and Results of Operations.</p> <p>Brown, S., and J. Tucker. 2011. Large-sample evidence on firms' year-over-year MD&amp;A modifications. <i>Journal of Accounting Research</i> 49, 309-346.</p> <p>Sutton, S. G., V. Arnold, J. C. Bedard, J. R. Phillips, 2012. Enhancing and structuring the MD&amp;A to aid investors when using interactive data. <i>Journal of Information Systems</i>. Vol. 26 (2), 167-188.</p> <p>Wheeler, S. W., S. J. Cereola, T. J. Louwers, 2014. MD&amp;A disclosure tendencies: The case of LIFO liquidations. <i>Accounting Horizons</i>. Vol. 28 (4), 805-818.</p>	
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DATE	TOPIC	PRESENTERS
04/01 04/06	<p><b>TOPIC 9 - SUBSEQUENT EVENTS</b></p> <p>Financial Reporting Manual - Topic 13: Effects of subsequent events on financial statements required in filings.</p> <p>J. O. Y. Chung, C. P. Cullinan, M. Frank, J. H. Long, J. Mueller-Phillips, and D. M. O'Reilly, 2013. The Auditor's Approach to Subsequent Events: Insights from the Academic Literature. <i>AUDITING: A Journal of Practice &amp; Theory</i>, Vol. 32(1), pp. 167-207.</p> <p>Janvrin, D. J., and C. G. Jeffrey, 2007. An investigation of auditor perceptions about subsequent events and factors that influence this audit task. <i>Accounting Horizons</i>, Vol. 21(3), p295-312.</p> <p>Pounder, B., 2010. The benefit of hindsight. <i>Strategic Finance</i>, Vol. 91 (10), p17-61.</p> <p>Rossi III, J. D., 2011. A look at subsequent events. <i>Pennsylvania CPA Journal</i>, Vol. 81 (4), p1-2.</p> <p>Choi, Y. C., and A. P. Fitzsimons, 2010. FASB changes fair-value disclosures, eliminates confusion on reporting for subsequent events. <i>Commercial Lending Review</i>, Vol. 25(1), p47-51.</p>	
04/08 04/13	<p><b>TOPIC 10 - STOCK BENEFIT PLANS</b></p> <p>Financial Reporting Manual - Topic 15: Employee stock benefit plans.</p> <p>Regulation S-X - Employee stock purchase, savings and similar plans (210.6A-01 - 210.6A-05).</p> <p>Codification of staff accounting bulletins - Share-based payment.</p> <p>Ellig, B. R., 2008. Here's what you need to know about employee stock plans. <i>Benefits &amp; Compensation Digest</i>, Vol. 45(9), p1-14.</p> <p>Hodge, F.D., Rajgopal, S., Shevlin, T., 2009. Do managers value stock options and restricted stock consistent with economic theory? <i>Contemporary Accounting Research</i> 26, 899-932.</p> <p>Bergstein, W. M., W. Williams, 2013. The benefits of employee stock ownership plans. <i>CPA Journal</i>, Vol. 83(4), p54-57.</p> <p>McEnroe, J. E., Martens, S. C., and N. Du, 2013. Accounting for employee stock options. <i>CPA Journal</i>, Nov 2013, p10-13.</p>	
04/15	<b>Final Exam</b>	