## MOHAWK VALLEY COMMUNITY COLLEGE

**UTICA AND ROME, NEW YORK**

**COURSE OUTLINE**

**AC 203 GOVERNMENTAL AND NOT-FOR-PROFIT ACCOUNTING C-3, P-0, Cr-3**

**Course Description:**

This course introduces fund accounting concepts and procedures for reporting for government and non-profit entities. Topics include the study of fund and budget accounts of governmental units, revenues, appropriations, disbursements, assessments and reporting. Emphasis is on various budgetary and reporting procedures in the not-for-profit environment.

Prerequisites: AC116 Managerial Accounting

**Student Learning Outcomes:**

Upon completion of this course, the student will be able to:

1. Analyze the foundations, concepts and standards underlying governmental and not-for-profit accounting practices and techniques.
2. Identify the characteristics that distinguish governmental and not-for-profit entities from for-profit entities.
3. Identify the authoritative bodies responsible for setting financial reporting standards for a) state and local governments, b) the federal government, c) not-for-profit organizations.
4. Compare the general purpose financial reports of state and local governments from their comprehensive annual financial reports.
5. Explain the nature of the three major activity categories of a state or local government: governmental activities, business-type activities, and fiduciary activities.
6. Differentiate between proprietary and budgetary accounts used in the General Fund and special revenue funds and describe each type of account and its use.
7. Explain how budgetary accounting contributes to achieving budgetary control over revenues and expenditures.
8. Identify typical operating transactions for the General Fund and special revenue funds.
9. Generate adjusting entries, account for expenditures for goods encumbered in the prior year.
10. Generate a pre-closing trial balance and closing journal entries.
11. Explain the concepts and accounting procedures for special assessment capital projects and prepare financial statements for capital projects funds.
12. Explain what kinds of debt are classified as general long-term liabilities.
13. Explain the purpose and types of debt service funds.
14. Discuss the budgeting requirements for debt service funds and make appropriate journal entries to account for debt service transactions.
15. Explain the purposes of fiduciary funds.
16. Differentiate among agency funds and trust funds (expendable, nonexpendable, investment and pension).

**Major Topics:**

* The Government and Not-for-Profit Environment
* Fund Accounting
* Issues of Budgeting and Control
* Recognizing Revenues in Governmental Funds
* Recognizing Expenditures in Governmental Funds
* Accounting For Capital Projects and Debt Service
* Capital Assets and Investments in Marketable Securities
* Long-Term Obligations
* Business-Type Activities
* Fiduciary Funds and Permanent Funds
* Issues of Reporting, Disclosure, and Financial Analysis
* Not-For-Profit Organizations
* Health Care Providers and Colleges and Universities
* Managing For Results
* Auditing Governments and Not-for-Profit Organizations
* Federal Government Accounting

**Revised 10/19**