

LEARNING OBJECTIVES

As a result of studying each assignment, you should be able to meet the objectives listed below for each individual assignment.

After reading the Chapter 1 course material, you will be able to:

- Recognize a private company under ASU 2018-17
- Identify the definition of a variable interest
- Recall some of the requirements that must be met to consolidate under the VIE rules
- Identify an element that must be met to elect the private company accounting alternative under ASU 2018-17
- Identify the types of arrangements to which the accounting alternative election applies
- Recognize relationships that might be considered under common control
- Recognize the way in which an entity should adopt the accounting alternative in ASU 2018-17
- Recall how an accountant or auditor reports on an accounting change per ASU 2018-17

After reading the Chapter 2 course material, you will be able to:

- Recognize the types of agreements that qualify as contracts under the revenue standard
- Recall a condition that must be met to identify a separate performance obligation
- Identify at least one method authorized to estimate variable consideration in a contract
- Recognize information that can be used to allocate the transaction price to performance obligations
- Identify at least one method that is used to record revenue in Step 5 of the revenue standard
- Recognize when a good is considered transferred to a customer under ASC 606
- Recognize how to account for the transfer of a product with a right to return
- Recall the general rule that determines whether an entity should record revenue gross or net
- Identify some of the general rules to account for license revenue
- Recall how certain contract costs are accounted for under the revenue standard, and
- Recognize certain disclosures required by the revenue standard for nonpublic entities.

After reading the Chapter 3 course material, you will be able to:

- Recognize how an entity should account for deferred tax accounts under the Tax Cuts and Jobs Act
- Identify how the ASU 2018-02 election is made to reclassify the tax effect on accumulated other comprehensive income
- Recall the adjustment that is made when an entity converts from S to C corporation status
- Recognize the type of like-kind exchange that qualifies for nonrecognition of gain or loss under GAAP
- Identify a way in which an entity can account for bonus depreciation under GAAP, and
- Recognize an example of an applicable financial statement (AFS).

After reading the Chapter 4 course material, you will be able to:

- Recognize a key change made to GAAP by the new lease standard
- Identify a type of lease that exists for a lessee under ASU 2016-02
- Recall a type of lease for which the ASU 2016-02 rules do not apply
- Recognize some of the criteria that determine whether a contract is or is not a lease
- Identify a threshold for a lease term to be considered a major part of an asset's remaining economic life
- Identify how a lessee should account for initial direct costs
- Recall how a lessor should initially account for initial direct costs for a lease in certain instances
- Identify how a lessor should account for lease payments received on the income statement for an operating lease
- Recognize how certain existing leases are accounted for on the implementation date of ASU 2016-02
- Recall the potential impact that the new lease standard might have on a lessee's EBITDA and debt-equity ratios.

After reading the Chapter 5 course material, you will be able to:

- Identify the category of securities for which ASU 2016-01 retains the three categories under existing GAAP
- Recall one of the changes made by ASU 2016-01 to existing GAAP for financial instruments.
- Recall how available-for-sale debt securities are measured on an entity's balance sheet
- Identify how held-to-maturity securities are measured on the balance sheet
- Recognize how an entity should account for a temporary impairment
- Recall how an entity should present an unrealized gain or loss on an equity security under ASU 2016-01
- Identify how a mutual fund that invests in debt and equity securities should classify the investment, and
- Recall a change made to the exemption for fair value disclosures with respect to trade receivables and payables.