

COMM 305 - FINAL EXAM CHECK LIST

CHAPTER 1: Introduction to Managerial Accounting

- What is Managerial Accounting
- 3 Management Functions
- 4 Code of Professional Ethics
- Difference between:
 - Just-In-Time
 - Total Quality Management
 - Activity-Based Costing
 - Theory of Constraints

CHAPTER 2: Managerial Concepts

- Manufacturing /Product Cost VERSUS Period Cost
- Prime Cost VERSUS Conversion Cost
- Cost of Goods Manufactured Schedule
- Income Statement Through Gross Profit
- Asset Section of Balance Sheet
- Cost Behaviour Analysis
 - Variable Cost
 - Fixed Cost
 - Mixed Cost: High-Low Method

CHAPTER 3 & CHAPTER 4: Cost Accounting

- Allocating Cost VERSUS Assigning Cost
- Job-Order VERSUS Process
- Job-Order Cost System
 - 2 Steps in Flow of Cost
 - Journal Entries
 - Underapplied VERSUS Overapplied Manufacturing Overhead
- Process Cost System
 - Flow of Cost
 - Production Cost Report - Weighted Average
 - Production Cost Report - FIFO

CHAPTER 5: Activity-Based Costing

- Activity-Based Costing VERSUS Traditional Costing
- Unit Costs Under Traditional Costing
- Unit Costs Under Activity-Based Costing (4 Steps)
 - Limitations to Activity-Based Costing
 - Value-Added Activities VERSUS Non-Value-Added Activities

CHAPTER 6: Decision Making Cost-Volume-Profit (CVP)

- CVP Income Statement
- Contribution Margin
 - CM Per Unit
 - CM Ratio
- Breakeven Analysis: Mathematical Equation
 - Breakeven In Units
 - Breakeven In Dollars
- Breakeven Analysis: Contribution Margin Technique
 - Breakeven In Units
 - Breakeven In Dollars
- Breakeven Analysis: CVP Graph
- Target Net Income (before tax)
 - Required Sales In Units
 - Required Sales In Dollars
- Target Net Income After Tax
 - Required Sales In Units
 - Required Sales In Dollars
- Margin of Safety
 - MS In Dollars
 - MS Ratio
- Sales Mix
- Cost Structure
- Degree of Operating Leverage

CHAPTER 7: Incremental Analysis

- Accept an Order at a Special Price
- Make or Buy
- Sell or Process Further
- Retain or Replace Equipment
- Eliminate an Unprofitable Segment
- Allocate Limited Resources

CHAPTER 8: Costing Methods

- Absorption VS Variable
 - Produced VS Sold --> Effects on Net Income and Ending Inventory
 - Absorption Income Statement
 - Variable Income Statement
 - Reconciliation Income Under Absorption and Variable Costing
- Absorption-Normal
 - Absorption-Normal Income Statement
- Throughput VS Variable
 - Produced VS Sold --> Effects on Net Income and Ending Inventory
 - Throughput Income Statement
 - Variable Income Statement
 - Reconciliation Income Under Throughput and Variable Costing

CHAPTER 9: Pricing

External Sales

- Target Costing
- Full Cost-Plus Pricing
- Absorption Cost-Plus Pricing
- Return on Investments (ROI)
- Variable Cost-Plus Pricing
- Time and Material Pricing

Internal Sales

- Minimum Transfer Price VS Maximum Transfer Price
- Negotiation Transfer Pricing
- Market-Based Transfer Pricing
- Transfer Between Different Countries

CHAPTER 10: Budgeting: Planning

Purpose and Benefits of Budgeting

Master Budget

- Sales Budget
- Production Budget
- Direct Materials Budget
- Manufacturing Overhead Budget
- Selling and Administration Expenses Budget
- Budget Income Statement
- Cash Budget
- Budget Balance Sheet

CHAPTER 11: Budgeting: Control

Budget Control

- Static Budget Reports
- Flexible Budget Reports

Concepts of Responsible Accounting

- Controllable VS Non-Controllable Revenues and Costs
- Responsibility Reporting System
- Responsibility Accounting for Profit Centers
- Responsibility Accounting for Cost Centers
- Responsibility Accounting for Investment Centers
- Improving ROI
- Residual Income

CHAPTER 12: Standard Costs and Balanced Scorecard

Standard Cost

- Standard Direct Materials Price
- Standard Direct Materials Quantity
- Standard Direct Materials Cost per Unit
- Standard Direct Labor Price
- Standard Direct Labor Quantity
- Standard Direct Labor Cost per Unit
- Standard Manufacturing Overhead Price
- Standard Manufacturing Overhead Cost Per Unit
- Standard Manufacturing Overhead Quantity
- Total Standard Cost per Unit
- Variance From Standards
- Variance From Standards: Direct Materials
- Variance From Standards: Direct Labor
- Variance From Standards: Variable Manufacturing Overhead
- Variance From Standards: Fixed Manufacturing Overhead
- Reporting Variances
- Variance Income Statement

Balance Scorecard