Unit 6 Preparing Financial Statements for a Proprietorship

Content Area: **Business Education**
Course(s): **Accounting 1**
Time Period: **February**
Length: **8 Blocks**
Status: **Published**

Enduring Understandings

Financial statements can sometimes be the catalyst in which banks and investors make wise financial decisions.

Understanding the work that needs to be completed at the end of a fiscal period is an important aspect of all businesses.

Essential Questions

How can you measure a company's successes and deficiencies?

What affect does closing entries have on the financial accuracy of a business?

Vocabulary

Component Percentages

Adjusting entries

Permanent accounts

Temporary accounts

Closing entries

Post-closing trial balance

Accounting cycle

Skills

Identify accounting concepts and practices related to preparation of financial statements for a service business organized as a proprietorship

Prepare a income statement for a service business organized as a proprietorship and analyze an income statement using component percentages

Prepare a balance sheet for a service business organized as a proprietorship

Identify accounting concepts and practices related to adjusting and closing entries for a service business as a proprietorship

Record closing entries for a service business organized as a proprietorship

Prepare a post-closing trial balance for a business organized as a proprietorship

Resources

Assessments

Teacher Observations/Feedback

Study Guides/journal entries

Students will create a personal balance sheet

Prepare a Quick Reference Guide for the four kinds of closing entries

Entrance/Exit Passes

Tests

Quizzes

End of Chapter Accounting Problems: Preparing an Income Statement and Calculating Component Percentages, Preparing a Balance Sheet, Journalizing and Posting Adjusting Entries, Journalizing and Posting Closing Entries and Preparing a Post-Closing Trial Balance

Study Guides including critical thinking questions , worksheets, and handouts

Accounting Simulation: The student will act as the accounts for Foreign Exchange Translation (a service Business) and complete the following: Journalize transactions in a journal, Prepare a bank reconciliation and record bank service charges, post from a journal to a general ledger and Journalize and post closing entries

Standards

9.3.12.BM	Business Management and Administration
9.3.12.BM.1	Utilize mathematical concepts, skills and problem solving to obtain necessary information for decision-making in business.
9.3.12.BM.5	Implement systems, strategies and techniques used to manage information in a business.
9.3.12.BM-OP	Operations Management
9.3.12.BM-OP.1	Describe and follow laws and regulations affecting business operations and transactions.
9.3.12.BM-OP.2	Develop and maintain positive customer relationships.
9.3.12.BM-OP.4	Plan, monitor and manage day-to-day business activities to maintain and improve operational functions.