

# Unit 10 - Accounting for Corporations

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

## **Enduring Understandings**

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### [Samples](#)

Although fewer in number than sole proprietorships and partnerships, corporations dominate the U.S. economy.

## **Essential Questions**

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### [Samples](#)

How does the separate entity concept apply to the stockholders in a corporation?

## **Content**

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Articles of incorporation

Authorized shares

Board of directors

Book value

Book value per share

Callable preferred stock

Common stock

Contributed capital

Convertible preferred stock

Cumulative preferred stock

Declaration date

Dividends

Dividends in arrears

Double taxation  
Ex-dividend  
Initial public offering (IPO)  
Issued shares  
Legal capital  
Liquidation dividend  
Noncumulative preferred stock  
No-par stock  
Outstanding shares  
Par value  
Payment date  
Preferred stock  
Record date  
Registrars  
Retained earnings  
Share of stock  
Start-up costs  
Statement of stockholders' equity  
Stock dividend  
Stock option plans  
Stock split  
Stockholders equity  
Transfer agent  
Treasury stock  
Underwriter

Ratios:

Dividend yield

Price/earnings (P/E) ratio

Return on equity

## **Skills**

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### [Bloom's Taxonomy](#)

Define the corporate form of business and its characteristics.

Identify the components of stockholders' equity and their characteristics.

Account for the issuance of stock for cash and other assets.

Account for cash dividends.

Account for stock dividends and stock splits.

Describe the statement of stockholders' equity, and compute book value per share.

Calculate dividend yield and return on equity, and define stock options.

## **Resources**

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## **Standards**

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NJ: 2014 CCCS: 21st Century Life and Careers

NJ: Grade 12

9.1 Personal Financial Literacy

Strand D: Planning, Saving, And Investing

- 9.1.12.D.8 Explain how government and independent financial services and products are used to achieve personal financial goals.
- 9.1.12.D.12 Compare and contrast the past and present role of government in the financial industry and in the regulation of financial markets.
- 9.1.12.D.13 Determine the impact of various market events on stock market prices and on other savings and investments.