

Unit 8: Financial Statements for a Proprietorship

Content Area: **Business**
Course(s): **Accounting I**
Time Period: **4 weeks**
Length: **4 weeks**
Status: **Published**

Unit Overview

Students will be able to prepare and analyze financial statements for a service business organized as a proprietorship.

Transfer

Students will be able to independently use their learning to prepare financial statements for a service business organized as a proprietorship and will then be able to analyze those statements to make informed management decisions.

Meaning

Understandings

Students will understand ...

- Accounting terms related to financial statements for a service business organized as a proprietorship
- Accounting concepts and practices related to financial statements for a service business organized as a proprietorship
- The process of preparing an income statement for a service business organized as a proprietorship and analyze an income statement using component percentages
- The process of preparing a balance sheet for a service business organized as a proprietorship

Essential Questions

Students will keep considering...

- What are financial statements and what are their role in the accounting cycle?

- What does an income statement report?
- What is the formula for calculating component percentages?
- What does a balance sheet report?
- What is the formula for calculating current capital?
- What other resources can be used to better analyze a financial statement?
- What accounting concepts apply to this chapter?

Application of Knowledge and Skill

Students will know...

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- Accounting terms related to financial statements for a service business organized as a proprietorship
- Accounting concepts and practices related to financial statements for a service business organized as a proprietorship
- The process of preparing an income statement for a service business organized as a proprietorship and analyze an income statement using component percentages
- The process of preparing a balance sheet for a service business organized as a proprietorship

Students will be skilled at...

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- Defining accounting terms related to financial statements for a service business organized as a proprietorship
- Identifying accounting concepts and practices related to financial statements for a service business organized as a proprietorship
- Preparing an income statement for a service business organized as a proprietorship and analyze an income statement using component percentages
- Preparing a balance sheet for a service business organized as a proprietorship

Academic Vocabulary

component percentage: the percentage relationship between one financial statement item and the total that includes that item

stakeholders: any persons or groups who will be affected by an action

Learning Goal 1

Students will be able to assess a strategy for and prepare financial statements for a service business organized as a proprietorship.

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CRP.K-12.CRP8	Utilize critical thinking to make sense of problems and persevere in solving them.
CRP.K-12.CRP11	Use technology to enhance productivity.
PFL.9.1.12.B.1	Prioritize financial decisions by systematically considering alternatives and possible consequences.
PFL.9.1.12.E.2	Analyze and apply multiple sources of financial information when prioritizing financial decisions.
PFL.9.1.12.E.3	Determine how objective, accurate, and current financial information affects the prioritization of financial decisions.
PFL.9.1.12.E.5	Evaluate business practices and their impact on individuals, families, and societies.
PFL.9.1.12.G.1	Analyze risks and benefits in various financial situations.
CAEP.9.2.12.C.9	Analyze the correlation between personal and financial behavior and employability.
TECH.8.1.12.A.CS2	Select and use applications effectively and productively.

Target 1

Prepare and analyze an income statement.

- Prepare and analyze an income statement.

Target 2

Prepare and analyze a balance sheet.

- Prepare and analyze a balance sheet.

Formative Assessment and Performance Opportunities

- Class discussion
- Collection of vocab
- Presentation of ideas
- Review of workpapers
- Teacher observation
- Use of technological resources for quick assesment i.e. Socrative.com

Summative Assessment

- Chapter Test and Benchmark

Accommodations/Modifications

- Analyze real company's financial statements
- Application Problems for extra practice
- Cases for critical thinking at the end of the chapter
- Recycle Problem for extra credit

Unit Resources

Teacher can choose from the following resources:

- Book Companion Website
- Century 21 Accounting 9E
- Century 21 Accounting Simulation
- Chapter PowerPoints
- Computer
- Document Camera
- Guest Speakers
- Interactive Excel Spreadsheets
- Quickbooks
- Videos
- Whiteboards
- Workbook