

Course #: ACCT 4400-01	Asst. Prof.: Steven M. Day, CPA, MAcc
Course Title: Tax Accounting II - 21916	Office: Room 129, Udvar-Hazy Business Bldg.
Credit Hours: 3 semester hours	Phone: 435-652-7831
Meeting time: MW 7:30 am - 8:45 am	Email: <a href="mailto:day@dixie.edu">day@dixie.edu</a>
Location: Hazy 149	Office Hours: MW 9:00 – 11:00 and/or by appointment.
Term: Spring 2014	

**RECOMMENDED/REQUIRED MATERIALS:**

1. Small Business Quickfinder Handbook – 2013 Edition – Thomson Reuters, *is recommended* for this course. The electronic version is preferred over the print version.
2. A Windows PC compatible laptop computer *is required* for this course, and should be brought to every class period!

**COURSE DESCRIPTION:**

This course examines the concepts and methods of determining the federal tax liability and/or pass-through requirements applicable to C-Corporations, S-Corporations, Partnerships, Limited Liability Companies, with limited exposure to Estates and Trusts. Special attention is given to the application of tax law through the use of leading practitioner research tools and tax preparation software. We are proud that Thomson Reuters has allowed Dixie State University unlimited educational use of their highly respected commercial income tax preparation software, *Ultratax CS*.

**Prerequisites:** ACCT 3400 and advanced standing in the business baccalaureate program.

**COURSE OBJECTIVES: (See Student Learning Outcomes)**

**Students successfully completing this course will be able to:**

- (1) Evaluate corporations as an entity form for conducting a business. (*Identify, Gather*)
- (2) Discuss tax rules unique to corporations. (*Identify, Gather, Communicate*)
- (3) Successfully compute corporate income tax. (*Identify, Gather, Compile, Communicate*)
- (4) Identify tax planning opportunities and consequences of incorporating a business. (*Identify, Gather*)
- (5) Understand special rules regarding corporate liabilities, and the tax treatment of shareholder debt and stock losses. (*Identify, Gather*)
- (6) Compute a corporation’s earnings and profits, and the role they play in determining the tax treatment of distributions. (*Identify, Gather, Compile, Communicate*)
- (7) Understand the tax treatment of dividends in various forms; cash, stock, and property. (*Identify, Gather*)
- (8) Discuss the governing principles and theories of partnership taxation. (*Identify, Gather, Communicate*)
- (9) Determine a partner’s basis, and how liabilities, investments, and distributions affect basis. (*Identify, Gather, Compile, Communicate*)
- (10) Calculate partnership taxable income, and how partnership items affect a partner’s income tax return. (*Identify, Gather, Compile, Communicate*)
- (11) Describe special considerations and situations that can occur in partnership taxation; such as a liquidation, sale or purchase of a partnership interest, family limited partnerships, and LLC’s. (*Identify, Gather, Communicate*)
- (12) Understand the S corporation election, the advantages and disadvantages of the election. (*Identify, Gather*)
- (13) Calculate the proper allocation of income, deductions, and credits to shareholders. (*Identify, Gather, Compile, Communicate*)
- (14) Compute shareholder basis. (*Identify, Gather, Compile, Communicate*)
- (15) Understand the nature, and operation of the Federal gift and estate taxes. (*Identify, Gather*)
- (16) Identify advantages and challenges that exist in a closely held business. (*Identify, Gather*) Complete a variety of business income tax returns using *UltraTax CS* income tax preparation software. (*Identify, Gather, Compile, Communicate*)

### **HANDBOOK READING/RESEARCH:**

Reading the *Quickfinder* handbook is crucial for understanding the concepts presented in this course. You are required to read the assigned chapter(s) **prior** to the class discussions. These class discussions assume that you are well prepared to discuss the topic(s) of the day. You should also utilize available material from other reputable research sources i.e. IRS.gov, RIA, CCH, etc. You will be randomly called on in class to provide valuable input to the class discussions. **In-class, closed-book, closed-computer, quizzes may be given to assure that the reading/research assignments are being completed!**

### **LECTURES/DISCUSSIONS:**

Lectures and discussions will be offered for each chapter assigned in the “Schedule & Assignments” section of the syllabus. The lectures and discussions serve to review the subject matter briefly and to bring real-time application and experience into the class. The goal is to extend the class beyond the reading and into the current profession. **Lectures will evolve into discussions and your participation is required!**

**As a courtesy to the professor and other students, please raise your hand to participate in class discussions.**

### **RESEARCH ASSIGNMENTS:**

You will be assigned tax research topics during the semester. You will become the expert with regard to each assigned topic. Your grade in this area is based upon the level of research and applicable knowledge gained and shared with the class. Your research will also require a written analysis. You will also be required to complete a rubric evaluating all of the other students’ research submittals. **Late research assignments and late rubrics will NOT be accepted!**

### **TAX RETURN ASSIGNMENTS:**

During the semester approximately ten income tax return assignments will be assigned. Additional instructions for each tax return assignment will be provided at the time each case is assigned. All tax return assignments must be presented using *TaxWorks* income tax return preparation software. Proper format, organization, accuracy, and completeness are all considered during the grading process. **Tax returns assignments will NOT be accepted late!**

Students are allowed to work in teams of two while completing tax return assignments. This does not mean that you are allowed to split any portion of the assignment(s) between the teammates. Additionally, **you should NOT allow another student and/or team copy your work. This is considered cheating and will result in receiving no credit for your tax return assignment(s).**

### **EXAMS:**

Two exams are scheduled during this semester. Each exam will be taken in the classroom on the scheduled date. Students will not be allowed to leave anytime during the exam period. A take-home portion may also be part of the exam process. The in-class portion will be closed book, closed notes and individual effort. The take-home portion will be open book, open notes and ALSO individual effort. **Any form of cheating may result in a failing grade for the course. No early or late exams will be allowed!**

### **PARTICIPATION/PROFESSIONALISM/CLASS ATTENDANCE:**

This is your education. Take ownership of your investment in this class by contributing in a positive manner in class discussions and lectures. Participation shows the professor your concern for the subject matter and will directly affect your overall grade in this class. **Disruptive or disrespectful behavior will cause students to lose all participation points.** If a student does not show respect, maturity and professionalism in the classroom environment, he or she will most likely struggle in a post-academic environment.

**Your attendance is required in this class.** Role will be taken every day, and students will lose ½% of their grade for each day he or she is tardy or absent. Additionally, students who are inattentive will suffer in this area. **If any electronic device, including cell phones, disrupts the class, that person responsible will be penalized ½% of their grade for each disruption.**

**GRADING:**

Grading is not on a curve. Your grade will be based on the scale listed below.

**Note: All percentages are approximate and may change at the discretion of the professor!**

Tax Return Assignments	50%	A	93.0 - 100%	C	73.0 - 76.9%
Exams	25%	A-	90.0 - 92.9%	C-	70.0 - 72.9%
Research Assignments/Rubrics	15%	B+	87.0 - 89.9%	D+	67.0 - 69.9%
Participation/Professionalism	<u>10 %</u>	B	83.0 - 86.9%	D	63.0 - 66.9%
Total	<u>100%</u>	B-	80.0 - 82.9%	D-	60.0 - 62.9%
		C+	77.0 - 79.9%	F	below 60.0%

**ACADEMIC INTEGRITY:**

The Accounting profession is well known for a reputation of honesty, integrity, and high ethical standards. As a result, scholastic dishonesty will not be tolerated and will be prosecuted to the fullest extent. Students are expected to have read and understand the current issue of the student handbook (published by Student Services) regarding student responsibilities and rights, and the intellectual property policy, for information and procedures about what constitutes acceptable on-campus behavior (See DSC Policy Links listed below).

**DISABILITY STATEMENT:**

If you suspect or are aware that you have a disability that may affect your success in the course you are strongly encouraged to contact the Disability Resource Center (DRC) located in the North Plaza Building. The disability will be evaluated and eligible students will receive assistance in obtaining reasonable accommodations. Phone # 435-652-7516.

**Dmail NOTICE:**

You are required to frequently check your Dmail account. Important class and college information will be sent to your Dmail account, including DSC bills, financial aid/scholarship notices, notices of cancelled classes, reminders of important dates and deadlines, and other information critical to your success at DSC and in your courses. To access your Dmail account, visit [www.go.dixie.edu/dmail](http://www.go.dixie.edu/dmail). If you do not know your Dmail username or you have forgotten your PIN, visit [www.go.dixie.edu/mydixie](http://www.go.dixie.edu/mydixie), and follow the respective instructions.

**DSC POLICY LINKS & RESOURCES:**

Reference to “Policy for Absences Related to College Functions”:

<http://www.dixie.edu/humanres/policy/sec5/523.html>

Disruptive behavior policy / classroom expectations:

<http://www.dixie.edu/humanres/policy/sec3/334.html>

Academic dishonesty / Academic integrity policy:

<http://www.dixie.edu/humanres/policy/sec3/334.html>

**Available Resources:** Several college resources are available to help you succeed.

Disability Resource Center – <http://dixie.edu/drcenter>

Library – <http://library.dixie.edu>

IT Student Help Desk – <http://dixie.edu/helpdesk>

Writing Center – [http://dixie.edu/english/dsc\\_writing\\_center.php](http://dixie.edu/english/dsc_writing_center.php)

Testing Center – <http://dixie.edu/testing>

Tutoring Center – <http://dixie.edu/tutoring/>

## Student Learning Outcomes

1. Identify
  - a. Accounting, tax, auditing and ethical issues in structured and unstructured fact-based situation
    - i. Level 1 Skill**
      1. Identify the problem and acknowledge reasons for enduring uncertainty and absence of single “correct” solution
      2. Identify relevant information and uncertainties embedded in the information
2. Gather
  - a. Perform research using the professional body of knowledge in the accounting discipline
    - i. Level 2 Skill**
      1. Interpret information
        - a. Recognize and control for own biases
        - b. Articulate assumptions and reasoning associated with alternative points of view
        - c. Qualitatively interpret evidence from a variety of points of view
        - d. Organize information in meaningful ways that encompass problem complexities
3. Compile/Synthesize
  - a. Use a range of techniques to perform analysis, synthesize information and draw conclusions
    - i. Level 3 Skill**
      1. After thorough analysis, develop and use reasonable guidelines for prioritizing issues and choosing among options
      2. Efficiently implement conclusions, involving others as needed
4. Communicate/Report
  - a. Communicate effectively in quantitative and qualitative terms through writing and speaking
    - i. Level 4 Skill**
      1. Acknowledge and explain limitations of endorsed solution
      2. Integrate skills in on-going process for generating and using information to monitor strategies and make reasonable modifications.

**SEE NEXT PAGE FOR SCHEDULE & ASSIGNMENTS**