

Balance Sheet: Reporting Liabilities

Course Description

This course discusses the accounting, reporting, and disclosures associated with both current and long-term liabilities on the balance sheet. A liability is a legal debt or obligation that arises during the course of business operations. A current liability, such as accounts payable, is payable within one year. A long-term liability, such as bonds payable, long-term loan, and capital lease, is an obligation that is not due within one year of the date of the balance sheet. This course includes items covered in ASC 210-10-45-5 through 45-12, Balance Sheet: Overall and 470-10, Debt: Overall. Topics cover loss contingencies, compensated absences, termination benefits, troubled debt restructuring, refinancing of current to noncurrent debt, callable obligations by creditors, issuance of bonds, calling debt, imputing interest on noninterest notes payable, environmental liabilities, and offsetting of liabilities.

Completion Deadline & Exam: This course, including the examination, must be completed within one year of the date of purchase. In addition, unless otherwise indicated, no correct or incorrect feedback for any exam question will be provided.

Course Level: Basic to Intermediate

CPE Credits: 3 (CPA)

Category: Accounting

Prerequisite: None

Advanced Preparation: None

Course Learning Objectives

Chapter 1: Current Liabilities and Contingencies

After reading this chapter, you should be able to:

1. Identify classification and characteristics of current and long-term liabilities
2. Recognize the appropriate rule to account for different types of loss contingencies.
3. Recognize rules for the troubled debt, impairment of loans, and restructuring of debt.

Chapter 2: Long-Term Liabilities

After reading this chapter, you should be able to:

1. Recognize the accounting valuation for bonds at date of issuance.
2. Identify the methods of bond discount and premium amortization.
3. Recognize the accounting procedures for long-term notes payable.