

Balance Sheet:

Reporting Liabilities

Course Description

A liability is a legal debt or obligation that arises during business operations. A current liability, such as accounts payable, is payable within one year. A noncurrent liability, such as bonds payable, long-term loan, and finance lease, is an obligation that is due in over a year. This course discusses generally accepted accounting principles (GAAP) for reporting both current and noncurrent liabilities on the balance sheet.

Completion Deadline & Exam: This course, including the examination, must be completed within one year of the date of purchase.

Course Level: Intermediate

CPE Credits: 5 (CPA)

Category: Accounting

Prerequisite: Basic Accounting

Advanced Preparation: None

Course Learning Objectives

1. Recognize basic principles of reporting liabilities on the balance sheet.
2. Identify classification and characteristics of liabilities.
3. Recognize the appropriate rules to account for contingencies.
4. Identify accounting procedures for accounts payable and deferred revenues.
5. Recognize rules for the troubled debt, environmental liabilities, and lessee accounting.
6. Recognize the accounting procedures for bonds payable and notes with no stated rate of interest.