

THE UNIVERSITY of ILLINOIS at CHICAGO
COLLEGE of BUSINESS ADMINISTRATION
DEPARTMENT of ACCOUNTING
FALL SEMESTER 2006

Management Accounting 506

“A cynic is someone who knows the cost of everything and the value of nothing” (Oscar Wilde)

Time:	Tues. 6:00 - 9:00 Stevenson Hall 220
Professor:	Peter Chalos, PhD
Office:	2309 University Hall
Office Hours:	Mdy/Wed. 1:00 - 2:30 Tues. 5: 00 - 6:00
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Course Conduct

This course is designed to be fun and to give you a basic ability to use managerial accounting data. A good idea is to read the assigned chapter prior to class discussion. Students will prepare weekly problem sets for each chapter that will provide feedback of student understanding of the material. Actual firm data will be analyzed in these problems. Particular emphasis will be given to the service sector of the economy. Several corporate videos will be shown. At the conclusion of each of the four parts of the course, students will perform a corporate analysis related to the course material. Two exams, a mid term and a final, will be given. At this point, you must be wondering how this could be possibly be fun to anyone but a future CPA. Have faith. I'll make it interesting.

Assessment

Problem Sets (weekly)	20%
Corporate Analyses (4)	40%
Exams (2)	40%

Required Text

Introduction to Management Accounting (13th ed). Hongren, Sundem, & Stratton, Prentice – Hall is available in the UIC bookstore. The text and student resources that accompany the text are excellent. The text has been adopted in several leading MBA programs. Power point lectures, on line quizzes and feedback, homework problem check figures and tutorial videos are available to student text adopters on the Prentice - Hall web site ([www.prenhall.com / horngren](http://www.prenhall.com/horngren)).

PART 1: UNDERSTANDING COSTS

Date Aug. 29
 Topic Cost Volume Relationships (Store 24 Video)
 Text Chapter 1, 2 (incl. Appendix)
 Assignment 1-31 (Starbuck's), 1-42 (Nike), 2-33 (Motel 6), 2-40 (Microsoft)

Date Sept. 5
 Topic Cost Estimation
 Text Chapter 3 (incl. Appendix)
 Assignment 2-67 Excel Analysis (Phonetronix), 3-34 (Expedia), 3-43 (Ford)

Date Sept. 12
 Topic Cost Management
 Text Chapter 4 (not incl. Appendix)
 Assignment 4-52 (Hwang), 4-55 (Gomez), 4-57 (Grant), 4B1 (Rantoul Metals)

Corporate Analysis : Hewlett-Packard (Dell Video)

PART 2: COSTING SERVICES, PRODUCTS AND PROGRAMS

Date Sept. 19
 Topic Cost Allocations
 Text Chapter 12
 Assignment 12-25 (Dallas), 12-37 (University Hospital), 12-43 (Dell), 12-50 Internet Analysis (Target)

Date Sept. 26
 Topic Overhead
 Text Chapter 13
 Assignment 13-A4 (Trahn), 13-B2 (Bellevue), 13-40 (Khalid), 13-56 (Darling), 13-69 Excel Analysis (Donald Aeronautics)

Date Oct. 3
 Topic Cost Systems
 Text Chapter 14
 Assignment 14-B1 (Oxford), 14-B2 (Hassan), 14-42 (Lubbock), 14-43 (Nally & Gibson), 14-45 (IRS)

Corporate Analysis : Online Advertising

MIDTERM EXAM: OCT. 10

PART 3: PROFIT MAXIMIZATION

Date Oct. 17
 Topic Profitability Analysis
 Text Chapter 5
 Assignment 5-A3 (Azarski), 5-B1 (Danube), 5-B3 (Hambley), 5-44 (Best Cost), 5-45 (Great Lakes)

Date Oct. 24
 Topic Outsourcing
 Text Chapter 6
 Assignment 6-B1 (BMW), 6-36 (Exxon), 6-49(Marriott), 6-51 (Dana), 6-61(Broadway Show)

Date Oct. 31
 Topic Asset Investments
 Text Chapter 11
 Assignment 11-33 (NBA), 11-45 (Rocky Mtn.), 11-57 (Low Income Housing), 11-58 (Osaka) 11-70 Internet Analysis (Carnival)

Corporate Analysis : Dell

PART 4: PLANNING & CONTROL

Date Nov. 7
 Topic Financial Forecasts of Revenues, Costs and Earnings
 Text Chapter 7
 Assignment 7-30 (Gap), 7-33 (Barcelona), 7-38 (Ritz; Ritz Video), 7-47 Excel Analysis (Adventure)

Date Nov. 14
 Topic Forecast Variances
 Text Chapter 8
 Assignment 8-B1 (H&R Block), 8-30 (Sacramento), 8-34 (National Park Service), 8-46 (Kayak)

Date Nov. 21
 Topic Budget Control Systems
 Text Chapter 9
 Assignment 9-32 (Northwest), 9-38 (Dan's BBQ), 9-42 (GE), 9-48 (United Communications)

Date Nov. 28
 Topic Financial Performance Evaluation
 Text Chapter 10
 Assignment 10-A1 (RI), 10-B2 (Coca-Cola), 10-30 (Oscala), 10-36 (Ruiz), 10-44 (Global Motors)

Corporate Analysis : Ecosystem

Date Dec. 5
Topic Review

FINAL EXAM