

Accounting II

LAP 13 – The Statement of Cash Flows



Name _____

Period _____

Date Started _____

Date Completed _____

DoDEA Standards

- ◆ **PT1b** Use accounting procedures for planning, organizing, and allocating resources
- ◆ **PT1f** Be proficient in the use of technology
- ◆ **PT1h** Apply trouble shooting techniques and processes
- ◆ **PT2b** Employ technology in the development of strategies for solving problems in the real world
- ◆ **PT3d** Use technology tools and resources for managing and communicating personal/professional information, e.g., finances, schedules, addresses, purchases, and correspondence
- ◆ **PT4** Use information-gathering techniques, analyze and evaluate information, and use information technology to assist in collecting, analyzing, organizing, and presenting information

Objectives

- ◆ Explain the purpose of the statement of cash flows.
- ◆ Identify types of cash flows reported on the statement of cash flows.
- ◆ Analyze information needed to prepare the statement of cash flows.
- ◆ Determine cash flows from operating activities.
- ◆ Determine cash flows from investing activities.
- ◆ Determine cash flows from financing activities.
- ◆ Prepare a statement of cash flows.
- ◆ Prepare a schedule of non-cash investing and financing transactions.
- ◆ Define the accounting terms introduced in this chapter.

Resources Accounting-Real World Applications & Connections – Advanced Course
 Chapter Reviews and Working Papers (Accounting Workbook)
 CD ROM – Electronic Learning Center Student Package

Time Frame 7 hours

Introduction

In chapter 13 you will learn the preparation of the fourth major financial statement prepared by businesses today: the statement of cash flows. You will also learn how a company’s operating, investing, and financing activities affect cash.

Assignments

Where appropriate and possible, written answers must be in complete sentences and keyed. Turn in completed activities as directed by instructor. Problems marked with an asterisk (*) can be completed in three different ways: manually, Peachtree for Windows (CD ROM), or Glencoe Integrated Accounting. Ask your instructor for directions. If you are going to complete the problems electronically, you must read the pages titled Computerized Accounting Using Peachtree in every chapter of the Working Papers.

- _____ Read The Statement of Cash Flows, pp. 390-391
- _____ Read Section 1, Understanding Cash Flows, pp. 392-393

- _____ Complete the following exercises on p. 394: Thinking Critically, Analyzing Accounting and Problem 13-1
- _____ Read Section 2, Preparing the Statement of Cash Flows – Operating Activities, pp. 395-402
- _____ Complete the following exercises on p. 403: Thinking Critically, Communicating Accounting and Problem 13-2 using appropriate working papers
- _____ Read Section 3, Completing the Statement of Cash Flows, pp. 404-408
- _____ Complete the following exercises on p. 409: Thinking Critically, Communicating Accounting and Problem 13-3 using appropriate working papers
- _____ Read Account Careers in Focus, p. 410 and answer the Thinking Critically question
- _____ Review the Chapter 13 Summary on p. 411
- _____ Complete Understanding Accounting Concepts and Procedures on p. 412
- _____ Complete Chapter 13 Review and Activities on p. 413 (see instructor)
- _____ Read Chapter 13 Computerized Accounting, p. 414
- _____ Complete MANUALLY End-of-Chapter problems on pp. 415-419, Problems 13-4, 13-5, 13-6, 13-7, 13-8, 13-9 and 13-11 using appropriate working papers **OR**:
- * _____ Read and complete ELECTRONICALLY in The Chapter Reviews and Working Papers pp. 409, Problems 13-6, 13-7, 13-8 and 13-9
- * _____ Complete Spreadsheet Problem 13-10 on p. 418
- _____ Complete Chapter 13 Review on pp. 404-405 of the Working Papers
- _____ Complete Self-Test on pp. 425-426 of the Working Papers

_____ **Take Chapter 13 Test**

_____ **Take Unit Test 3**

Self Assessment - "I/I can . . ."

- _____ Explain the purpose of the statement of cash flows.
- _____ Identify types of cash flows reported on the statement of cash flows.
- _____ Analyze information needed to prepare the statement of cash flows.
- _____ Determine cash flows from operating activities.
- _____ Determine cash flows from investing activities.
- _____ Determine cash flows from financing activities.
- _____ Prepare a statement of cash flows.
- _____ Prepare a schedule of non-cash investing and financing transactions.
- _____ Define the accounting terms introduced in this chapter.