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| **Name of University: Mekdela Amba University****Name of College/Faculty: Business and Economics****Name of Department: Accounting and Finance Program** |
| **Course Information** |
| **Course Number** | AcFn2092  |
| **Course Title** | **Cost and Management Accounting II** |
| **Degree Program** | BA Degree in Accounting and Finance  |
| **Instructor** | Abiy B.  |
| **ETCTS Credits** | 5 |
| **Contact Hours (per week)** | 3 |
| **WEEKS** | **Course Contents** | **Reading** |
| **2WEEK****{1ST&2ND** | 1. **Cost-Volume-Profit Relationships**
	1. Variable and fixed cost behavior and patterns
	2. Break-even analysis uses and techniques
	3. Planning with cost-volume-profit Data
	4. Limitation of CVP analysis
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| **2 WEEKS****{3RD&4TH }** | 1. **The Master Budget**
	1. The overall plan and its characteristics
	2. Advantages of budgeting
	3. Types of budgets
	4. Developing the master budget
	5. Difficulties of sales forecasting
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| **3WEEKS****{5TH,6TH&7TH }** | 1. **Flexible Budgets and Standards**
	1. Static vs. Flexible budgets
	2. Standards for material and labor
	3. Controllability and variance analysis
		1. Direct material
		2. Direct labor
	4. Overheads
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| **3WEEKS****{8TH,9TH&10TH }** | 1. **Measuring Mix and Yield Variances**
	1. Sales variances
		1. Sales volume variance
		2. Sales Mix Variance
		3. Market-size and market-share variance.
	2. Input variances
		1. Direct materials Mix and Yield Variances
		2. Direct Labor Mix and Yield variances
	3. Productivity Measurement
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| **3 WEEKS****{11TH,12TH&13TH }** | 1. **Decision-Making and Relevant Information**
	1. The role of Accounting in special decisions
	2. The meaning of relevance
	3. Irrelevance of past costs and future costs that will not differ
	4. Special decision areas
		1. Make or Buy decision
		2. Special Order decisions
		3. Add or Drop decisions
		4. Product Mix decisions
		5. Scarce Resource decisions
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| **2WEEKS****{13TH&14TH }** | 1. **Pricing Decisions and Cost Management**
	1. Major influence on pricing decisions
	2. Costing and pricing for the short run and long run.
	3. Cost plus target rate of return on investment
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| **1 WEEKS****{16TH }** | 1. **Decentralization and Transfer Pricing**
	1. Decentralization
	2. Responsibility Center
	3. Transfer Price
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| Assessment/Evaluation  | The evaluation scheme will be as follows:

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| --- | --- | --- | --- | --- | --- | --- |
| Test 1 | Test 2 | Test 3 | Quiz1 | Assignment 1 | Final  | Total  |
| 10% | 10% | 10% | 10% | 10% | 50% | 100% |
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| Work load in hours |

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| Hours Required | Total Hrs | ECTS |
| Lectures | Lab | Assessments | Tutorials | Self-Studies | Assignment | Advising |
| 48 |  - | 10 | 12 | 55 |  - | -  | 135 | 5 |

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| Text and reference books | **Text Book:*** Horngren, Foster, &Datar. Cost Accounting: A Managerial Emphasis. 9th Ed. 1997
* Horngren, Sunden& Stratton. Introduction to Management Accounting. 11th Ed. 1999

**Reference Books*** C.T Homgren, Introduction to Management Accounting 4th to 8 th editions, 1999 USA
* C.T. Homgren, Cost Accounting: A Managerial Emphasis 5th to 8th ecitionsprentice Hall Inc. 1982 to 1994
* Homgren, foster, &Datar, Cost Accounting A Managerial Emphasis. 10 thEcition
* L.E. Heitger Managerial Accounting 1th and 2 nd editions, McGraw Hill , 1998, India
* GetuJemaneh, Management Accounting 1996.
* Ray H.Garrison, Managerial Accounting. 6th edition
* Caluinengler, Managerial Accounting 2nd edition
* L. Gayle Rayburn Principles of cost Accounting using a cost Mangement Approach 4th edition Richard DIR WIN Inc. 1989.
* Robert X. Kaplan Advanced Management Accounting 1st and 2nd edition prentice Haill, Inc, 1982 and 1989 (Chapters 2, 11,12, and 13 only)
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