

Chapter 1: Starting a Proprietorship

Vocabulary:

- Account
- Account balance
- Account title
- Accounting
- Accounting equation
- Accounting system
- Asset
- Business Ethics
- Business plan
- Capital account
- Creditor
- Equities
- Equity
- Ethics
- Expense
- Financial statements
- GAAP
- Liability
- Net worth statement
- Owner's Equity
- Personal net worth
- Proprietorship
- Revenue
- Sale on account
- Service business
- Transactions
- Withdrawals

Objectives:

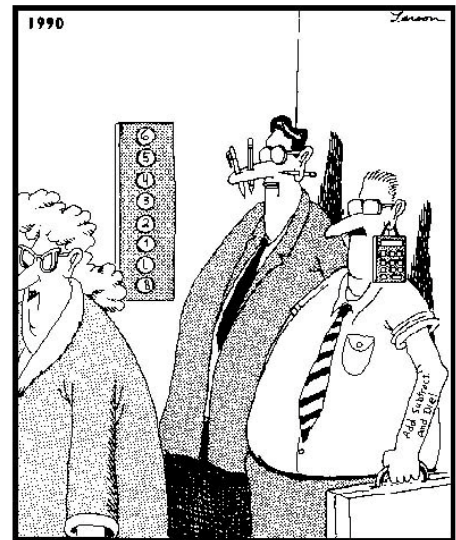
The students will be able to:

- ✓ L01 Describe the different users of accounting information.
- ✓ L02 Prepare a net worth statement and explain its purpose.
- ✓ L03 Classify accounts as assets, liabilities, or owner's equity and demonstrate their relationship in the accounting equation.
- ✓ L04 Analyze the effects of transactions on the accounting equation.
- ✓ L05 Distinguish between cash and on account transactions.
- ✓ L06 Compare and contrast the types of transactions that increase and decrease owner's equity.
- ✓ L07 Explain the difference between expenses and liabilities.

Competencies:

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- 1: Demonstrate positive work ethic
- 10: Demonstrate critical-thinking and problem-solving skills.
- 12: Demonstrate an understanding of workplace organizations, systems, and climates.
- 18: Demonstrate proficiency with technologies common to a specific occupation.
- 19: Demonstrate information technology skills.
- 22: Examine aspects of planning within an industry/organization
- 23: Examine aspects of management within an industry/organization.
- 34: Describe the purpose of accounting and the role it plays in the global economy.
- 35: Demonstrate the effects of transactions on the accounting equation.
- 101: Explore career opportunities in accounting.



Punk accountants