

Accounting II

LAP 15 – Partnerships: Division of Profits and Losses



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

- ◆ List five methods of distributing a partnership's net income or loss.
- ◆ Journalize the closing entry to divide net income or loss among partners.
- ◆ Prepare the financial statements for a partnership.
- ◆ 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 15 you will learn several methods that can be used to allocate the partnership net income or loss among the partners.

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 Partnerships: Division of Profits and Losses pp. 448-449
- _____ Read Section 1, Dividing Profits and Losses, pp. 450-455
- _____ Complete the following exercises on p. 456: Thinking Critically, Analyzing Accounting and Problem 15-1 and 15-2 using the appropriate working papers
- _____ Read Section 2, Dividing Profits and Losses Based on Salary or Interest Allowances, pp. 457-461

- _____ Complete the following exercises on p. 462: Thinking Critically, Communicating Accounting and Problem 15-3 using appropriate working papers
 - _____ Read Accounting Careers in Focus, p. 463 and answer the Thinking Critically question
 - _____ Read Section 3, Preparing Financial Statements for a Partnership, pp. 464-465
 - _____ Complete the following exercises on p. 466: Thinking Critically, Computing in the Business World and Problem 15-4 using appropriate working papers
 - _____ Review the Chapter 15 Summary on p. 467
 - _____ Complete Understanding Accounting Concepts and Procedures on p. 468
 - _____ Complete Chapter 15 Review and Activities on p. 469 (see instructor)
 - _____ Read Chapter 15 Computerized Accounting, p. 470
 - _____ Complete MANUALLY End-of-Chapter problems on pp. 471-473, Problems 15-6, 15-8, 15-9 and 15-10 using appropriate working papers **OR**:
 - * _____ Read and complete ELECTRONICALLY in The Chapter Reviews and Working Papers pp. 455-458, Problems 15-6, 15-8, 15-9 and 15-10
 - _____ Complete Spreadsheet Problems 15-5 and 15-7 on pp. 471-472
 - _____ Complete Chapter 15 Review on pp. 450-451 of the Working Papers
 - _____ Complete Self-Test on pp. 469-470 of the Working Papers
- _____ **Take Chapter 15 Test**

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

- _____ List five methods of distributing a partnership's net income or loss.
- _____ Journalize the closing entry to divide net income or loss among partners.
- _____ Prepare the financial statements for a partnership.
- _____ Define the accounting terms introduced in this chapter