

Learning Objectives

- Identify the differences between a single-step income statement and a multiple-step income statement.
- Recognize key items of the income statements and how they should be reported.
- Determine the requirements for unusual or infrequent income.
- Recognize requirements when reporting discontinued operations
- Compute earnings per share in a simple and complex capital structures.
- Recognize the ASC 220 requirements for comprehensive income.

Section 1: The Income Statement: Accounting and Reporting

- Revenue, Expenses, Gains, and Losses
- Income Statement Formats
- Unusual or Infrequently Occurring Items
- Research and Development Costs
- Share-Based Payment
- Deferred Compensation Arrangements
- Advertising Costs
- Insurance Costs
- Restructuring Charges
- Costs Associated with Exit or Disposal Activities
- Website Development Costs
- Income Statement Presentation Starting with Income from Continuing Operations

Section 2: Discontinued Operations and Related Disposal of Long-Lived Asset

- Classification as Held for Sale
- Exceptions to the One-Year Requirement That Must Exist for Held-for-Sale Classification
- Held-for-Sale Measurement Considerations
- Changing the Decision to Sell
- Classification as a Discontinued Operation
- Reporting the Gain or Loss from Operations of the Discontinued Component
- Reporting and Disclosure
- Earnings per Share
- Antidilutive Securities
- Share-Based Payment Transactions
- Earnings per Share and Specialized Disclosures on the Income Statement
- Down Round Features
- Disclosures

Section 3: Comprehensive Income

- Disclosures Associated with Operations
- Change in Accounting Principle
- Change in Accounting Estimate
- Personal Financial Statements