

# Module Documentation



**ACCT06021**

Management Accounting 2

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# ACCT06021 Management Accounting 2

Short Title	Management Accounting 2
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Full Title	Management Accounting 2
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Attendance	N/A	Discipline	344 ACCOUNTING & TAXATION
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Coordinator	Isabel Buchan	Department	Business
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Official Code	ACCT06021	NFQ Level	06	ECTS Credit	05
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## Module Description

This module exposes the student to management accounting principles in relation to materials, labour, marginal and absorption costing systems and decision making . Once an understanding of the principles has been achieved, they will be applied in a variety of scenarios.

## Learning Outcomes

*On completion of this module the learner will/should be able to*

1. Apply the accounting treatment for materials, labour and overheads
2. Apportion and allocate costs to units of production in job and service costing systems.
3. Apply and evaluate the principles of marginal and absorption costing.
4. Apply the principles of relevant costing to decision making scenarios

## Teaching and Learning Strategies

Teaching and learning takes place through lectures and tutorials. There is a strong focus on working through practical questions for this module.

## Assessment Strategies

In class written continuous assessment and a 2 hour final exam

## Repeat Assessment Procedures

A 2 hour repeat written exam

## Module Dependencies

### Prerequisite Modules

Cost & Management Accounting Or equivalent module

### Corequisite Modules

None

Incompatible Modules

None

Indicative Syllabus

**Accounting for Materials and Labour: (25%)**

Materials purchasing & control procedures

Materials pricing: FIFO, LIFO, weighted average

Costs associated with stock: carrying costs, ordering costs, stock-out costs

Stock procedures and control: Reorder level, stock levels, EOQ

Just in time purchasing

Accounting for labour including labour remuneration methods

**Costing: (15%)**

Re-cap on principles of absorption costing

Job and service costing

**Marginal Costing vs Absorbtion Costing: (20%)**

Preparation of profit statements using both methods

Comparison and reconciliation of profit under both methods

Compare and contrast the befeits of marginal and absorption costing.

**Decision Making : (40%)**

Marginal costing and decision making

Relevant costing principles

Allocation of resources with one limiting factor

One-off Special orders

Importance of qualitative factors

### CourseWork / Assessment Breakdown

CourseWork / Continuous Assessment 30 %

End of Semester / Year Formal Examination 70 %

### Coursework Assessment Breakdown

Description	Outcome Assessed	% of Total	Assessment Week
Class Assessment	1,2,3,4	30	OnGoing

### End Exam Assessment Breakdown

Description	Outcome Assessed	% of Total	Assessment Week
Final Exam	1,2,3,4	70	End of Term

### ACCS Mode Workload

Type	Location	Description	Hours	Frequency	Avg Wkly Wrkld
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Total Average Weekly Learner Workload 0.00 Hours

### Open Learning Mode Workload

Type	Location	Description	Hours	Frequency	Avg Wkly Wrkld
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Total Average Weekly Learner Workload 0.00 Hours

### Distance Learning Mode Workload

Type	Location	Description	Hours	Frequency	Avg Wkly Wrkld
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Total Average Weekly Learner Workload 0.00 Hours

### Part Time Mode Workload

Type	Location	Description	Hours	Frequency	Avg Wkly Wrkld
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Total Average Weekly Learner Workload 0.00 Hours

Full Time Mode Workload

Type	Location	Description	Hours	Frequency	Avg Wkly Wrkld
Lecture	Not Specified	Lecture	3	Weekly	3.00
Tutorial	Not Specified	Tutorial	1	Weekly	1.00

Total Average Weekly Learner Workload 4.00 Hours

Online Learning Mode Workload

Type	Location	Description	Hours	Frequency	Avg Wkly Wrkld
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Total Average Weekly Learner Workload 0.00 Hours

Module Resources

Module Book Resources

**Required Reading/Resources:**

Class questions and solutions

Drury, C., Management & Cost Accounting, 8 th edition, Cengage Learning.

**Recommended Reading/Resources:**

See ISBN book list below

Module Alternate Book Resources

None

Module Other Resources

None

Module URLs

[www.accaglobal.com](http://www.accaglobal.com)

[www.charteredaccountants.ie](http://www.charteredaccountants.ie)

[www.cimaglobal.com](http://www.cimaglobal.com)

[www.cpaireland.ie](http://www.cpaireland.ie)

## Additional Information

None

## ISBN BookList

## Book Details

Colin Drury 2012 *Management and Cost Accounting* Cengage Learning EMEA  
ISBN-10 1408041804 ISBN-13 9781408041802

Chartered Accountants Ireland 2011 *Management Accounting Toolkit CAP1: Management Accounting Toolkit* Chartered Accountants Ireland  
ISBN-10 1907214348 ISBN-13 9781907214349

Catherine Gowthorpe 2008 *Management Accounting* South Western Educational Publishing  
ISBN-10 1844802043 ISBN-13 9781844802043

Gail Sheppard 2011 *Management Accounting: A Practical Approach* Gill & Macmillan Ltd  
ISBN-10 071714996X ISBN-13 9780717149964

## Approval Information

School Approval by Deirdre Lusby on 16-04-2015

Academic Council on 25-05-2015

## Programme Membership

Code	Intake Year	Programme Title
GA_BBUAG_H08	201500	Bachelor of Business (Honours)
GA_BBENG_H08	201500	Bachelor of Business (Honours) with Entrepreneurship
GA_BBUSG_B07	201500	Bachelor of Business
GA_BBUSI_C06	201500	Higher Certificate in Business
GA_BMASG_B07	201500	Bachelor of Business in Marketing and Sales
GA_BFING_H08	201500	Bachelor of Business (Honours) in Finance and Economics
GA_BBENG_B07	201500	Bachelor of Business with Entrepreneurship
GA_BFING_B07	201500	Bachelor of Business in Finance
GA_BMASG_H08	201500	Bachelor of Business (Honours) in Marketing and Sales
GA_BHUMA_B07	201500	Bachelor of Business in Human Resources
GA_BHUMA_H08	201500	Bachelor of Business (Honours) in Human Resources
GA_BPHAS_B07	201500	Bachelor of Business Phasing out (2, 3)
GA_BBISG_H08	201500	Bachelor of Science (Honours) in Business Information Systems
GA_BBISG_B07	201500	Bachelor of Science in Business Information Systems