VCE Accounting Study Design 2019–2024

Updates effective 1January 2020

Listed below are amendments to the VCE Accounting Study Design:

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| Page 10 | Updated text for ‘Asset turnover’ in table for *Financial Indicators*   |  |  |  |  | | --- | --- | --- | --- | | **Financial indicator** | **Calculation** | **Expressed as** | **Change/Trend** | | Asset turnover | Net sales  Average total assets | ~~percentage~~  times per period | faster or slower | |
| Page 11 | Updated text for ‘Sales returns’ under heading *Cost assignment methods for inventory;* *First-In, First-Out (FIFO) method*  **Sales returns**  The cost of each inventory item will be ~~identified on the business document or~~ calculated by using the latest cost prices shown in the OUT column of the inventory card (reversing the last out). |
| Page 18 | Updated Unit 2 Area of Study 2 Outcome 2 key knowledge bullet point five:   * transactions involving accounts receivable and accounts payable records: * sales * purchases * returns, both sales and purchases * bad debts * ~~cash and~~ settlement discounts (GST to be excluded) |
| Page 22 | Updated Unit 3 Area of Study 1 Outcome 1 key knowledge bullet point nine:   * the purpose and preparation ~~use~~ of the pre-adjustment Trial Balance |
| Page 27 | Updated Unit 4 Area of Study 1 Outcome 1 key knowledge bullet point nine:   * the recording and reporting of balance day adjustments: * prepaid expenses (asset approach) with GST being recorded at the time of payment * accrued expenses with GST being recorded at the time of payment * the payment of accrued expenses in the subsequent reporting period * unearned revenue (liability approach) with ~~a~~ no GST ~~being~~ recorded at the time ~~revenue is earned~~ of the deposit * accrued revenue with GST being recorded at the time of receipt * receipt of accrued revenue in the subsequent reporting period |