

University of Hawaii at Manoa - Shidler College of Business
Accounting 407, Taxation of Business Entities
Fall 2022 in D103 by Prof. Thomas (Tom) Pearson

E-MAIL: E-mail is encouraged: tpearson@hawaii.edu OR use [Laulima](#) for email.
(If a response to a question is not received within 24 hours, then please email again.)
OFFICE HOURS available by appointment (including via zoom)

COURSE REGISTRATION OR WITHDRAWAL: Contact OSAS for help.

COURSE DESCRIPTION:

Examines federal income tax provisions for business entities and their shareholders or partners regarding the formation, operation, and distributions from corporations, S corporations, and partnerships. Pre: Accounting 401 Federal Individual Taxation.

COURSE OBJECTIVES:

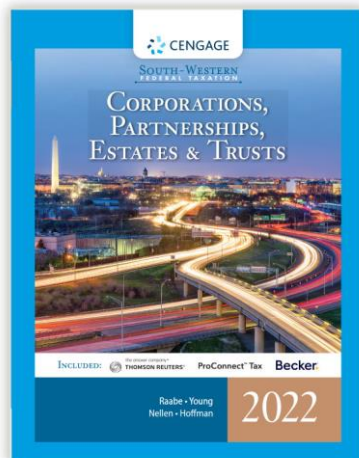
Acquire basic knowledge of tax concepts at a high level about aspects of Subchapters C and K of the Internal Revenue Code for knowledge of federal taxation of various business entities.

Strengthen critical thinking and problem solving in identifying frequent business tax issues, tax planning opportunities, and ethical considerations.

REQUIRED COURSE MATERIALS:

This course requires **CNOWv2** access from Cengage. CNOWv2 is available under **Cengage Unlimited for online homework platform + eTextbooks**).

1. ***If Cengage Unlimited (online homework platform) is not purchased, then one must purchase CNOW Access & South-Western Federal Taxation 2022: Corporations, Partnerships, Estates and***



Trusts, 45th edition.

A few additional course readings may get posted on the course website (laulima.hawaii.edu).

Instructor(s): THOMAS Pearson

Start Date: 08/22/2022

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CengageNOWv2 includes a variety of tools--all combined in one easy-to-use resource designed to improve your grades. Some resources get you prepared for class and help you succeed on homework, and others show you specific areas where you can work to improve. Get Started Today!

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Please note: At the end of the free trial period, your course access will be suspended until your payment has been made. All your scores and course activity will be saved and will be available to you after you pay for access.

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If you have any difficulties please contact Customer Support at www.cengage.com/support.

Register for Your ACC 407 Fall 2021 Course in Cengage (YOU MAY WANT TO USE CHROME TO REGISTER):

1. Go to: <https://getenrolled.com/>
2. Enter this Course Key: E-Y84EYC2638ZE2

TEACHING METHODS: Most of the class time consists of lectures, during which students are sometimes called upon to answer questions.

COURSE CONTENT RESTRICTIONS: The lectures and course materials used in this class, including PowerPoint presentations, tests, outlines, and similar materials, are protected by U.S. copyright law and by UH policy. Either Cengage or the Prof are the exclusive owner of the copyright in those materials created for this class. You may take notes and make copies of course materials for your own use. You may also share those materials only with another student who is currently enrolled in this course. You may not reproduce, distribute or display (post/upload) lecture notes or recordings or course materials in any other way.

ATTENDANCE POLICY & TIME COMMITMENT REQUIRED:

Regular attendance is required to the same extent as if one was working for an accounting firm. This course requires extensive effort outside of class. The work is challenging and valuable. It is expected that students will attend class regularly and arrive on time. Please prepare for class by reading the relevant textbook chapter material **before** that chapter is covered in class.

COURSE GRADING POLICY:

Grades are based on a strict 90%-A range, 80%-B range, 70%-C range, 60%-D range, modified by +/- grading within that range. If the grade results on an exam are extremely low, the option is reserved to provide everyone with a take-home supplement or other adjustment.

POINTS ALLOCATED FOR EACH COURSE ELEMENT:

<i>Points</i>	<i>Topic</i>
150	Exams (probably 75 points each)
60	Homework (roughly equally weighted, tax returns maybe more)
40	Quizzes – 5 quizzes at 8 points each
250	TOTAL MAXIMUM POINTS

EXAMS / QUIZZES: Each exam is mostly calculation problems and multiple choice. Exams are open book, open notes. Final exam is not cumulative, emphasizes partnerships. Familiarity with the concepts covered in many class lectures are assessed in online quizzes. Usually a quiz has 4-7 questions on one or two chapters for 20-30 minutes.

CNOW HOMEWORK: Homework assignments for each chapter will be available for students to complete and submit via CNOW. Homework is uploaded to CNOW.

EXTRA WORK FOR THOSE NEEDING 400 LEVEL CREDIT (MAcc and 3/2 students):
A more complex tax return is required for those using the 400 level for a graduate program degree.

HONOR CODE: Please follow Shidler’s and SOA’s Honor Code, including:
One may not obtain information about an exam from someone who has already taken it.
Do not copy from another person's exam. Do not use unauthorized assistance during an exam.
Please do not remove an exam from the room without permission.
Please do not create even the appearance of violating the honor code

TITLE IX: UH is committed to providing a learning, working and living environment that promotes

personal integrity, civility, and mutual respect and is free of all forms of sex discrimination and gender-based violence, including sexual assault, sexual harassment, gender-based harassment, domestic violence, dating violence, and stalking. UH faculty are required to immediately report any incident of sex discrimination or gender-based violence to the campus Title IX Coordinator.

For more information regarding sex discrimination and gender-based violence, the University’s Title IX resources and the University’s Policy, go to: <http://www.manoa.hawaii.edu/titleix/> - If you wish to remain ANONYMOUS, speak with someone CONFIDENTIALLY, or would like to receive information in a CONFIDENTIAL setting, please see: <http://www.manoa.hawaii.edu/titleix/resources.html#confidential>.

TENTATIVE SCHEDULE FOR TOPICS & READING ASSIGNMENTS:

For homework problems assigned, see CNOWv2.

Minor changes in course content often occurs as the course progresses.

Wk #	Wednes day	Topic	Reading Due
		Part I: Corporate Tax (ch 3-8)	
1	8/24	COURSE INTRODUCTION, PROPERTY TRANSACTIONS, and CORPORATE FORMATION	Read Ch. 4
2	8/31	CORPORATE OPERATIONS (Deductions) DISTRIBUTIONS	Read Ch. 3
3	9/7	Quiz 1 (ch 3 & 4) ATTRIBUTION & REDEMPTIONS	Read Ch. 5
4	9/14	Sec. 318 LIQUIDATIONS and REVIEW	Read Ch. 6
5	9/21	Quiz 2 (ch 5 & 6) Corporate Reorganizations (planning emphasis)	Read Ch 7
6	9/28	Consolidated Tax Returns	Read Ch 8
7	10/5	Quiz 3 (ch 7 & 8) Review Corporate Tax	
8	10/12	MIDTERM EXAM (Corporate Tax – ch 3-8)	
		Part II: Flow Through Entities (Partnerships and S corps)	
9	10/19	DEDUCTION FOR QUALIFIED BUSINESS INCOME; & PARTNERSHIP FORMATION (ch 10)	Read Ch 2
10	10/26	PARTNERSHIP OPERATIONS (ch 10) & TRANSACTIONS BETWEEN PARTNERS and PTRSP (ch 11)	Read Ch 10

11	11/2	SALE OF A PTRSHIP INTEREST and ch 10 Practice	Read Ch 11
12	11/9	Quiz 4 (ch 10) CURRENT & LIQUIDATING PTRSP DISTRIBUTIONS	
13	11/16	PRACTICE PROBLEMS ON PTRSPS & Limited Review	
14	11/23	Quiz 5 (ch 11) S CORPORATIONS	Read Ch 12
15	11/30	Comparing planning for entities (including LLCs)	Read ch 13
16	12/7	Review for final	
17	12/14	FINAL EXAM (Partnerships and S Corps) – ch 2, 10-13	