

Montgomery County Community College
ACC 242
Federal Corporate Taxation
3-3-0

COURSE DESCRIPTION:

Students study the laws and regulations relating to federal taxation of corporations and other entities including an analysis of corporate distributions, S corporations, partnerships, estates, trusts, and retirement plans.

REQUISITES:

Previous Course Requirements

None

Concurrent Course Requirements

None

LEARNING OUTCOMES Upon successful completion of this course, the student will be able to:	LEARNING ACTIVITIES	EVALUATION METHODS
1. Compare the taxation of individuals and corporations, discuss tax rules unique to corporations, and compute corporate income tax.	Assigned Readings Lecture and Discussion Online Textbook Learning Resources Demonstration and Practice	Assignments Written Examinations
2. Identify the tax consequence of incorporating a business and recognize the tax differences between debt and equity investments.	Assigned Readings Lecture and Discussion Online Textbook Learning Resources Demonstration and Practice	Assignments Written Examinations
3. Compute a corporation's earnings and profits, determine the tax implications of cash dividends, stock dividends, property dividends, stock rights and stock redemptions.	Assigned Readings Lecture and Discussion Online Textbook Learning Resources Demonstration and Practice	Assignments Written Examinations

LEARNING OUTCOMES	LEARNING ACTIVITIES	EVALUATION METHODS
4. Discuss governing principles and theories of partnership taxation, determine a partnership taxable income, and describe how partnership items affect a partner's income tax return.	Assigned Readings Lecture and Discussion Online Textbook Learning Resources Demonstration and Practice	Assignments Written Examinations
5. Explain the tax effect that S corporations' status has on shareholders, identify corporations that qualify for the S election, and define how the distributions to S corporation shareholders are taxed.	Assigned Readings Lecture and Discussion Online Textbook Learning Resources Demonstration and Practice	Assignments Written Examinations
6. Identify the different types of exempt organizations and enumerate the requirements for exempt status.	Assigned Readings Lecture and Discussion Online Textbook Learning Resources Demonstration and Practice	Assignments Written Examinations
7. Explain the operation of the Federal gift tax, illustrate the computation of the Federal gift tax, and review and describe the components of the taxable estate to determine the Federal estate liability.	Assigned Readings Lecture and Discussion Online Textbook Learning Resources Demonstration and Practice	Assignments Written Examinations
8. Identify the steps in determining the accounting and taxable income of a trust or estate, and the related taxable income of the beneficiaries.	Assigned Readings Lecture and Discussion Online Textbook Learning Resources Demonstration and Practice	Assignments Written Examinations

At the conclusion of each semester/session, assessment of the learning outcomes will be completed by course faculty using the listed evaluation method(s). Aggregated

results will be submitted to the Associate Vice President of Academic Affairs. The benchmark for each learning outcome is that *70% of students will meet or exceed outcome criteria*.

SEQUENCE OF TOPICS:

1. Introduction to Corporations
2. Corporate Distributions and Reorganizations
3. Partnerships
4. S Corporations
5. Estate and Gift Taxes
6. Income taxation of Estates and Trusts
7. Deferred compensation and Education Planning
8. Multijurisdictional Taxation

LEARNING MATERIALS:

Rope, Rupert, Anderson. (2016). *Prentice Hall's Federal Taxation* (29th ed.). Pearson.

Access to online textbook learning system may be required.

Other learning materials may be required and made available directly to the student and/or via the College's Libraries and/or course management system.

COURSE APPROVAL:

Prepared by: Carl Essig	Date: 3/2005
Revised by: Heather Thomas	Date: 4/2013
VPAA/Provost or designee Compliance Verification: Victoria Bastecki-Perez, Ed.D.	Date: 4/23/2013
Revised by: Heather Thomas	Date: 6/16/2014
VPAA/Provost or designee Compliance Verification: Victoria Bastecki-Perez, Ed.D.	Date: 6/17/2014
Revised by: Heather Thomas	Date: 5/2015
VPAA/Provost or designee Compliance Verification: Victoria Bastecki-Perez, Ed.D.	Date: 5/28/2015
Revised by: Rita Mayhew	Date: 3/1/2017
VPAA/Provost or designee Compliance Verification: Victoria Bastecki-Perez, Ed.D.	Date: 3/2/2017

This course is consistent with Montgomery County Community College's mission. It was developed, approved and will be delivered in full compliance with the policies and procedures established by the College.