***Public Sector Financial Reporting Standards***

***B 1.2.2.4***

**Degree:** Master

**Year:** 1 and 2

**Semester:** Spring and Fall

**General workload:** 9 ECTS credits, 324 hours

**Goals and objectives of the course**

The course goal is to help future public finance managers acquire detailed knowledge of the English-language professional terminology related to the basics of accounting, managerial accounting, financial reporting in the fiscal sector, relevant UK, US and IPSAS Board legal norms and standards.

The objectives of the course are the following:

* To describe the English-language professional terminology related to the basics of accounting, managerial accounting, public sector financial reporting submitted to public agencies, government institutions and fiscal sector agencies;
* To ensure understanding of and detailed knowledge of key legal norms and UK, US and IPSAS Board standards of fiscal accounting and reporting;
* To help candidates prepare for the independent ICAEW Accounting, AGA CGFM examination II Governmental Accounting, Financial Reporting and Budgeting examinations that are globally recognized proofs of knowledge of fiscal accounting and reporting.

**Key didactic units**

Section 1. Accounting for state-run companies and agencies.

1. Introduction to accounting, the accounting equation

2. Recording financial transactions, ledger account and double entry

3. Controlling accounts, errors and suspense accounts

4. Cost of sales and inventories

5. Irrecoverable debts and allowances. Accruals and prepayments

6. Non-current assets and depreciation

7. Company financial statements

8. Company financial statements under IFRS. Company financial statements under UK GAAP.

9. Statement of cash flows

10. Sole trader and partnership financial statements under UK GAAP

Section 2. Management information, cost calculation and budgeting for public sector

11. Basic of calculating unit costs

12. Pricing, standard costing and variance analysis, breakeven analysis

13. Budgeting, working capital and performance management

14. Concepts and standards of US governmental accounting and financial reporting.

15. Cost accounting in governmental agencies and companies.

16. Basis for budgeting in public sector. Federal budgeting.

Section 3. Budgetary accounting and financial reporting for state level, federal level and state- run entities

17. General principles of governmental reporting

18. Accounting standards and reporting for state and local governments.

19. Fund accounting and reporting.

20. Government-wide financial reporting.

21. Accounting and reporting for specific asset and liability.

22. Revenue, expenditure and other.

23. Federal budgetary accounting, federal financial accounting and reporting.

24. Federal financial statements. Federal financial accounting standards

**Place of the discipline within the curriculum**

The course is a mandatory discipline in the variational component of the curriculum of master program 38.04.08 in Finance and Lending (concentration: Public Financial Management).

**Upon completing the course, the students should**:

*Know:*

* Basic organization and structure of government
* Legal foundations of public finance;
* Managerial and budget cycle development stages;
* Basic sources of public finance;
* Accountability and financial information disclosure standards used in government institutions;
* Basic ethical code of public institutions;
* Basic electronic services in public finance.

*Be able to:*

* Identify the place and role of specific agencies in government;
* Identify the characteristics of various managerial and budget cycle development stages in public finance sector;
* Examine the key sources of government financing and ways to improve them;
* Examine public reporting, government program information and government procurement information found in open sources;
* Distinguish between ethical and non-ethical behavior of public finance sector officers.

*Have:*

* Knowledge of the English-language professional terminology related to public finance management, including sources of financing, budget process and budget accounting;
* Knowledge of the legal norms related to government institutions’ financial departments’ operations, their key programs and expenditure, including the English-language standards related to operations of the US Federal agencies and government institutions of certain US states;
* Knowledge of the key electronic services in government used for rendering information services to the people, performing within government programs, government procurement programs, including the US government English-language services.

**Course structure**: Express testing in each topic (10 points), examination of test questions and mini case studies during seminars (20 points), test 1 (10 points), test 2 (30 points), examination (30 points) (100 points in total).

**Summative assessment**: examination