

Fall 2011, Draft as of Aug 19, 2011
California State University Dominguez Hills
College of Business and Public Policy
SYLLABUS Acc. 433, Federal Income Taxation II

<u>Days</u>	<u>Sec.</u>	<u>Time</u>	<u>Room</u>	<u>Course No.</u>
Monday & Wednesday	(01)	11:30 - 12:45	SBS G-126	41895

Instructor: Richard Malamud
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Office Hours: Mon. & Wed. 8:00 am to 10:00 am
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Catalog Description and Prerequisites:

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Disabled Students Services: Students with verified disabilities are eligible for a variety of support services from the Disabled Services Office. Information regarding special facilities and services available to students with a disability may be obtained from the Director of Disabled Student Services Office, located in Welch Hall B 250. Phone: (310) 243-3660 - voice (310) 243-2028 - TDD

Required Textbook: Prentice Hall's Federal 2011 Comprehensive, Pope, Anderson & Kramer, 24/Ed. ISBN-10: 013213859X or ISBN-13: 9780132138598
(alternatives but not recommended are the Master Tax and IRS publications)

2009 or 2010 version is similar, but you are responsible for any differences if you chose to use it.

You could also purchase the Corporations, Partnerships, Estates, and Trusts version for this class only.

Free true false and multiple choice and Power Point:

http://wps.prenhall.com/bp_pope_fedtax_2011/150/38416/9834626.cw/index.html



Guide

Drops: It is the student's responsibility to drop the class. I will not drop you.

Goal: Introduce concepts of the federal income taxation of corporations, partnerships and the taxes involving family transfers – not to make them into tax preparers.

Student Learning Objectives:

- Explain the tax effect/differences of a C or S Corp. or a partnership.**
- Describe the tax treatment of partners and partnerships.**
- Differentiate income and transfer taxes as they affect estates and trusts.**
- Determine the best entity if forming a new business**
- Explain how to make a corporate merger tax free**

THIS IS NOT AN INTERNET OR ONLINE COURSE!

Ask questions in class (or during office hours). During BlackBoard exams I will try to respond to emails quickly, but don't expect 24/7 response.

Course Expectations: Each student is expected to read the assigned material prior to class. The university standard is two hours of outside work for every hour in class.

Attendance: This is not an online or hybrid course. Thus, attendance is important. I will take 5 or 6 random attendance surveys. You will be given 5 points each for a maximum of 20 total points. You can use this to drop (replace) a very poor exam.

Drop: There are no drops in this class as there are only three exams.

Academic Integrity: Cheating/plagiarism is subject discipline. See Sections 41301 - 41304 Title 5, CA Code of Reg. or see the CSUDH University Catalog.

Due Dates/Make Up Work: Since exams will be on BlackBoard for several days, make-ups will be allowed under exceptional circumstances and then only if the student has contacted the professor **before the testing period begins** detailing a serious problem.

1. Grading:

Exams (3 @ 30 each)	90
Attendance	N/A
Drop N/A	
BlackBoard Intro Quiz	0
Projects (if assigned)	5 points each
Total Points	<u>90 – 100</u>

Exams: The three exams will be on BlackBoard, open book, open notes, multiple choice, probably 30 questions. Exams are one hour but you will be given two hours to allow sufficient time to complete the exam. Open book, open note, no phone a friend!

BlackBoard: The tests are to be taken on the honors system, individually.

Why shouldn't you work together? Two reasons.

1. It is not permitted. If I find out that you worked together, you will receive a 0.
2. The grade (see below) is based on a class curve. So, if you give answers to another student, that can hurt your grade!

Projects: There may be up to two tax return projects worth 5 points each. They will be announced in class. Stay tuned.

Grading Curve: The class (and if there are two sections, both section combined) will be ranked from first to last. A curve will be made with an average of between 2.7 and 3.3

Scores on Blackboard: All scores on Blackboard. Anyone who wants information about their grades should see me during office hours or before or after class.

Additional Information:

Hints: Classroom time should be used to reinforce and clarify what you have already tried to learn before coming to class.

The best way to get a top grade is to: 1) do all of the reading before class, 2) attend class, listen, take notes, participate, and ask questions.

Emails: Please make sure that you have forwarded your CSUGH Gmail account to an account you read regularly. You are responsible for all emails sent via Black Board.

We will cover the material in the following order

Test 1 Corporations

Chapter 2: Corporate Formations and Capital Structure

Chapter 3: The Corporate Income Tax

Chapter 4: Corporate Nonliquidating Distributions

Chapter 5: Other Corporate Tax Levies

Chapter 6: Corporate Liquidating Distributions

Chapter 7: Corporate Acquisitions and Reorganizations

Chapter 8: Consolidated Tax Returns

Test 2 Partnerships and S Corporations

Chapter 9: Partnership Formation and Operation

Chapter 10: Special Partnership Issues

Chapter 11: S Corporations

Test 3 Estate and Gift Tax and Income taxation of Trusts and Estates

Chapter 12: The Gift Tax

Chapter 13: The Estate Tax

Chapter 14: Income Taxation of Trusts and Estates

CHAPTER 7 Handout –

REORGANIZATION POWER POINT HANDOUT

- A - Statutory Merger
- B - Stock for Stock
- C - Stock for Assets
- D - Devisive (Split up)
- E - Recapitalization
- F - Change of Name
- G – Bankruptcy

All Reorganizations Require:

Plan,
Business Purpose,
Continue The Business,
Continuity of ownership

**A Reorganization – State law merger or consolidation
Need to give 50% stock for continuity of Interest**

**B Reorganization - Stock for Stock
For Control (80%)**

**C Reorganization -Stock for Assets -
Can use some cash (unless liabilities assumed)
Substantially all the assets = 90% fair market value of net assets
70% fair market value of gross assets**

**D Reorganization - Devisive - split up the company
Can be pro-rata or non pro-rata
5 year rule - Active Business Requirement**

E Reorganization - Recapitalization

F Reorganization - Change of Name, Place, or State

G Reorganization - Bankruptcy

Detailed Class Schedule – SUBJECT TO CHANGE!! See the schedule below.
 Only selected topics will be discussed in class. Homework listed below are not collected. MTG = Master Tax Guide and Pub. = IRS Publications (www.irs.gov)

Acc 433			Fall 2011		MTG	Pub
Day	Date	Ch	Readings/Test/Days off	In class problems		
Mon.	8/29		Intro			
Wed.	8/31	2	Pages 2-7, 12-17,27-28	1,48,51	Ch. 2	542
Mon.	9/5		Labor Day no classes			
Wed.	9/7	3		4,8,29,40,43,46, 58		
Mon.	9/12	4	pages 4-16 only	3,4,31,43,48,60		
Wed.	9/14	5	pages 2-30	16,18,22,30		
Mon.	9/19	6	pages 2-6, 18-19	1,5,29		
Wed.	9/21	7	see handout Don't read the Ch.	51,53,56,60,66,67	Ch. 22	
Mon.	9/26	8	p. 1-9 and 20-22	1,3,7,20,21	Ch. 22	
Wed.	9/28					
Mon.	10/3		Review Exam 1 TBA			
Wed.	10/5	9	Partnerships	5,7,9,10,20,28,30,34,48	Ch. 4	541
Mon.	10/10					
Wed.	10/12	10	Partnerships	26,37,45,49,52		
Mon.	10/17					
Wed.	10/19	11	S Corporations	5-7,14,30,32,34,41	Ch. 3	
Mon.	10/24					
Wed.	10/26					
Mon.	10/31					
Wed.	11/2		Review and Exam			
Mon.	11/7	12		6,15,20,33,37,37	Ch 20	
Wed.	11/9					
Mon.	11/14	13		34,38,40,44,46,49-50,55		
Wed.	11/16					
Mon.	11/21	14		4,19,22,31,34,35,44,45	Ch 5	
Wed.	11/23					
Mon.	11/28					
Wed.	11/30		Review Exam 3 TBA			
Mon.	12/5					
Wed.	12/7					
Mon.	12/12		Finals			
Wed.	12/14					