

**ACG3141**  
**Sample Honors Compact**

In addition to existing course requirements, students completing an honors compact for ACG3141 (Intermediate Accounting Theory II) are required to satisfactorily complete the following:

1. Attend a minimum of three (3) Beta Alpha Psi and/or Florida Institute of Certified Public Accountants meetings and write an executive summary for each of the meetings attended.
2. Submit a journal summarizing your mentoring activities for the semester. Each entry should include topics discussed and outcomes of the discussions. A minimum of three (3) entries is required. The entries can include your role as a mentor or a mentee.
3. Prepare a “memo to the client” for two of the following three topics:
  - a. Lease accounting: the prospective client will be trying to determine whether to structure a lease as a capital lease or an operating lease, and the memo will be designed to inform the client of the balance sheet, income statement, and cash flow statement effects of capital vs. operating leases.
  - b. Bonds: the prospective client will be trying to determine whether to retire a current bond by issuing a new bond, and the memo will be designed to inform the client of how their decision will affect current and future balance sheets, income statements, and cash flow statements.
  - c. Depreciable assets: the prospective client will be trying to determine whether to use straight line, double declining balance, or sum-of-the-years digits to depreciate a newly acquired asset. The memo should inform the client as to how the decision will affect the balance sheets, income statements, and cash flow statements over the life of the asset.