

## Achievement Standard

<b>Subject Reference</b>	Accounting 3.5		
<b>Title</b>	Demonstrate understanding of management accounting to inform decision-making		
<b>Level</b>	3	<b>Credits</b>	4
		<b>Assessment</b>	External
<b>Subfield</b>	Accounting		
<b>Domain</b>	Accounting - Generic		
<b>Status</b>	Registered	<b>Status date</b>	04 December 2012
<b>Planned review date</b>	31 December 2019	<b>Date version published</b>	17 November 2016

This achievement standard involves demonstrating understanding of management accounting to inform decision-making.

### Achievement Criteria

Achievement	Achievement with Merit	Achievement with Excellence
<ul style="list-style-type: none"> <li>Demonstrate understanding of management accounting to inform decision-making.</li> </ul>	<ul style="list-style-type: none"> <li>Demonstrate in-depth understanding of management accounting to inform decision-making.</li> </ul>	<ul style="list-style-type: none"> <li>Demonstrate comprehensive understanding of management accounting to inform decision-making.</li> </ul>

### Explanatory Notes

- This achievement standard is aligned with *The New Zealand Curriculum*, Learning Media, Ministry of Education, 2007, and is related to the material in the *Teaching and Learning Guide for Accounting*, Ministry of Education, 2012 at <http://seniorsecondary.tki.org.nz>.
- Demonstrate understanding* involves:
  - preparing financial information
  - applying management accounting elements to inform decision-making, based on financial and non-financial information.

*Demonstrate in-depth understanding* involves:

  - preparing detailed financial information
  - explaining the application of management accounting elements to inform decision-making, based on financial and non-financial information.

*Demonstrate comprehensive understanding* involves:

- preparing extensive financial information
- justifying the application of management accounting elements to inform decision-making, based on financial and non-financial information.

3 Decisions may be routine or strategic decisions.

4 Management accounting elements may include a selection from:

- budgets
- cost concepts
- comparison of actual results with budgets.

5 Financial information may include a selection from:

- cash budget
- cost-volume-profit (CVP) calculations
- CVP graph
- CVP profit statement

Note: CVP analysis is restricted to one product or service.

6 Assessment Specifications for this achievement standard can be accessed through the Accounting Resources page found at [www.nzqa.govt.nz/ncea/resources](http://www.nzqa.govt.nz/ncea/resources).

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### Replacement Information

This achievement standard replaced unit standard 7380 and AS90505.

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### Quality Assurance

1 Providers and Industry Training Organisations must have been granted consent to assess by NZQA before they can register credits from assessment against achievement standards.

2 Organisations with consent to assess and Industry Training Organisations assessing against achievement standards must engage with the moderation system that applies to those achievement standards.

Consent and Moderation Requirements (CMR) reference

0233