

Achievement Standard

Subject Reference	Accounting 3.2		
Title	Demonstrate understanding of accounting for partnerships		
Level	3	Credits	4
		Assessment	Internal
Subfield	Accounting		
Domain	Accounting - Generic		
Status	Registered	Status date	04 December 2012
Planned review date	31 December 2020	Date version published	17 November 2016

This achievement standard involves demonstrating understanding of accounting for partnerships.

Achievement Criteria

Achievement	Achievement with Merit	Achievement with Excellence
<ul style="list-style-type: none"> Demonstrate understanding of accounting for partnerships. 	<ul style="list-style-type: none"> Demonstrate in-depth understanding of accounting for partnerships. 	<ul style="list-style-type: none"> Demonstrate comprehensive understanding of accounting for partnerships.

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 applying partnership accounting elements to enable the partnership to continue operations.

Demonstrate in-depth understanding involves explaining the application of partnership accounting elements to enable the partnership to continue operations.

Demonstrate comprehensive understanding involves justifying the application of partnership accounting elements to enable the partnership to continue operations.

3 Partnership accounting elements are:

- entries for the formation of a partnership using agreed values of assets, liabilities and capital contributions
- Partnership Agreement
- Partnership Act 1908
- entries for partners' capital and current accounts
- Profit Distribution Statement
- equity section and note to financial statements.

4 Conditions of Assessment related to this achievement standard can be found at www.tki.org.nz/e/community/ncea/conditions-assessment.php.

Replacement Information

This achievement standard replaced unit standard 7375, AS90501, and AS90503.

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