

**FIELD BUSINESS****Review of Accounting Levels 1-3 achievement standards**

<b>Subfield Domain</b>	<b>Accounting Id</b>	<b>Subject reference</b>
Accounting - Generic	90022, 90023, 90026, 90027	Accounting 1.1, 1.2, 1.5, 1.6
	90220, 90223, 90224, 90226	Accounting 2.1, 2.4, 2.5, 2.7
	90501, 90503	Accounting 3.2, 3.4

The Ministry of Education and the Secondary Education Group Assessment business unit of NZQA have completed a review of the achievement standards listed above.

<b>New Registration date</b>	<b>November 2006</b>
<b>Date new versions published</b>	<b>November 2006</b>
<b>Planned review date</b>	<b>February 2007 (Level 1)</b> <b>February 2008 (Level 2)</b> <b>February 2009 (Level 3)</b>

**Summary of review and consultation process**

This review was part of the planned cycle of review for achievement standards and was informed by feedback from secondary schools, advisers, moderators, and examiners.

**Main changes resulting from the review**

The changes are minor amendments to the explanatory notes (EN) that adopt updated terminology and clarify the intent of the achievement standards.

In the Level 1 and 2 achievement standards terminology has been updated to reflect New Zealand Equivalents to International Financial Reporting Standards (NZIFRS), which are the underlying documents providing the base on which financial statements are prepared. In particular:

- 'Statement of financial performance' has been replaced with 'income statement'
- 'Statement of financial position' has been replaced with 'balance sheet'
- 'Statement of cash flows' has been replaced with 'cash flow statement'
- 'Fixed assets' has been replaced with 'property, plant and equipment'.

All achievement standards in the set have had the curriculum reference updated for version 2, ie *Accounting Curriculum for New Zealand Schools*, Ceta Resources and Curriculum Services, New Zealand Commerce and Economics Teachers' Association (NZCETA), 1998 (revision #2, Jan 2002).

- **AS90022**: The note at the end of EN 3 has been updated, as has EN 4. A reference to the Level 1 appendix has also been added to EN 4.
- **AS90023**: ENs 7 and 8 have been amended.
- **AS90026**: ENs 3 and 4 have been amended. A reference to the Level 1 Appendix has been added to EN 3.
- **AS90027**: ENs 6 and 7 have been amended.

- **AS90220:** EN 1 has been amended to include reference to both the NZ Equivalent to International Accounting Standards and the New Zealand Framework. These replace the previous reference documents.
- **AS90223:** EN 4 has been amended.
- **AS90224:** In the achievement criteria 'balance day' has been replaced with 'balance sheet day', which is a more correct phrase. ENs 3, 4, and 5 have been amended. A reference to the Level 2 appendix has been added to EN 6.
- **AS90226:** In EN 3 the explanations of *range* and *wide range* have been amended to clarify the expectations at these grade levels. ENs 4 and 5 have also been amended.
- **AS90501:** EN 5 'revaluation of investments upwards or downwards' has been added to the fifth bullet.
- **AS90503:** EN 3 has been amended. Also 'revaluation of investments upwards or downwards' has been added to EN 3c, second bullet.

### Impact on existing provider accreditations

None.

### Impact on Accreditation and Moderation Action Plan (AMAP)

None.

### Impact on existing qualifications

None.

### Impact of changes on [NCEA Exclusions List](#)

None.

### List of reviewed standards with review categories

#### Key to review category

- A** Dates changed, but no other changes are made - the new version of the standard carries the same Id and a new version number
- B** Changes made, but the overall outcome remains the same - the new version of the standard carries the same Id and a new version number
- C** Major changes that necessitate the registration of a replacement achievement standard with a new Id
- D** Achievement standard will expire and not be replaced

Subfield     Accounting  
Domain     Accounting - Generic

Id	Title	Level	Credit	Review Category
90022	Demonstrate an understanding of the conceptual basis of accounting	1	3	B
90023	Describe a method of processing financial information and analyse transactions	1	3	B
90026	Prepare financial statements for sole proprietors	1	4	B
90027	Report financial information for an individual or household, and community organisations	1	3	B
90220	Describe the conceptual basis of accounting for a sole proprietor	2	3	B

<b>Id</b>	<b>Title</b>	<b>Level</b>	<b>Credit</b>	<b>Review Category</b>
90223	Demonstrate understanding of accounting processes for accounting subsystems	2	5	B
90224	Prepare financial statements and related accounting entries for sole proprietors	2	5	B
90226	Use computer software to process financial transactions for a sole proprietor	2	3	B
90501	Process financial information for partnerships and companies	3	3	B
90503	Prepare financial statements for partnerships and companies	3	6	B