

Accounting for Income Taxes

3rd Edition

Table of Contents

Accounting for Income Taxes	1
Learning Objectives	1
Introduction.....	1
Guidance on Accounting for Income Taxes	1
U.S. Tax Reform 2017 Key Provisions	2
Tax Rates.....	3
Temporary Differences	3
General Concepts.....	3
Deferred Tax Liability and Assets.....	5
Deferred Tax Asset.....	6
Effects of a Lower Tax Rate.....	11
Tax Accounting Considerations of Adopting ASC 606	12
Balance Sheet Presentation.....	13
Permanent Differences	13
Intraperiod Tax Allocation	14
Interperiod Tax Allocation	15
Income Statement Presentation	16
General Requirements.....	16
Reporting Income Tax Effects of Items in Accumulated Other Comprehensive Income.....	17
Net Operating Losses	18
Carryback.....	18
Carryforward.....	18
Multiple Tax Jurisdictions.....	20
Tax Credits	20
Tax Status Changes	20
Business Investments.....	20
Business Combinations.....	20
Separate Financial Statements of a Subsidiary	23
Convertible Debt.....	23
Quasi-Reorganization	24
Disclosures.....	24
Indefinite Reversal	24
Comprehensive Example.....	27
Other Issues	28
Dividends on Restricted Stock and Options.....	28
Employee Stock Ownership Plans (ESOPs).....	29
Property Taxes	29
Review Questions.....	32
Review Answers	35
Appendix: Amazon Quarterly Report	39
Glossary	41
Index	43