**6.01 Accounting Scavenger Hunt**

Directions: Use the picture links at the top of each section of questions to take you to a website where you will find the answers to the questions below it. DO NOT COPY AND PASTE ANSWERS!!

[](https://businesstown.com/articles/streetwise-advice-4-key-takeaways-about-accounting/)

1. Every month you should calculate how profitable your business is by filling out these two financial documents:
2. Maybe you’re not good at accounting or even if you have a poor understanding of it, the main thing that you can do is keep your financial records ?
   1. Give two examples why

[](https://businesstown.com/articles/qas-whats-the-best-way-to-do-my-accounting/)

1. What does accounting tell a business?
2. What happens to a business if they don’t do any accounting?
3. What’s more important for a business, income statements or balance sheets?

[](https://www.sapling.com/6747162/schedule-accounting-methods)

1. In your words, describe the **cash method** of accounting:
2. In your words, describe the **accrual method** of accounting:
3. Which method (cash or accrual) do you think is the best and why?

[](http://www.netmba.com/accounting/fin/process/)

1. In your own words, list the 15 steps of the accounting cycle

[](http://www.managerialaccounting.org/)

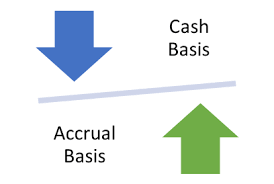
1. In your own words, what is included in managerial accounting?
2. What 3 accounting practices have been developed in the last decades?

[](http://www.ehow.com/about_4623918_why-do-we-need-accounting.html)

1. Who usually *coordinates* the accounting procedures in a business?
2. What do the initials GAAP stand for? What does GAAP mean and why is it important?
3. What are the 3 types of accounting?

[](http://classroom.synonym.com/difference-financial-accounting-management-accounting-6080744.html)

1. Accounting is often called the of business.
2. If you were going to invest (buy stock) in a company, would you rather look at their financial accounting records or their managerial accounting records? Why?
3. What are the governing bodies that offer authority/guidance on each type of accounting method?

[](http://www.ehow.com/info_7757490_accrual-preferred-over-cash-basis.html)

1. In your own words, describe the 4 reasons why most businesses prefer the accrual basis of accounting?