

Framing Accounting Theory Theoretical and Practical

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Summary of the Study

This study derives its importance from its interest in standardization of the terminology, both theoretical and practical, In addition to activating the interest of scientific and technical capacities of both theory and practice of accountants and academics at different orientations.

The descriptive method in this study has been followed, which has been built on the study of a particular phenomenon by gathering all the facts trying to interpret and analysis them.

Based on the approach taken and the theoretical framework for this study, the study found a set of results that different points of view in dealing with the terminology used In determining the framework of accounting theory leads to the possibility of an imbalance in the understanding of those terms of both theoretical and practical, The standardization of terminology used in determining the framework of the theory affects the activation of accounting used by academics and practitioners. Researcher recommended some recommendations the most important of it, accountants practitioners of this profession need to understand the terms set forth in the conceptual framework of accounting as a reference in making their decisions.

Introduction

Accounting is branch of the Social Sciences which is the result of economic and legal conditions, and it is information system used according to interests whether internal or external, Accounting developed with the development of accounting data to the need to serve the project owners, management and community There were a set of accounting principles that represent the rules and general laws is a guide for action and the basis for practical application, These principles are based generally on the theory of accounting, which aims to provide an intellectual framework in addition to being a reference to the development of any applications and procedures.

Problem of this Study

The theoretical accounting study Interested in a set of rules and accounting principles and the appropriateness of those principles and rules for prevailing social and economic conditions. The application of accounting theory and previously theory is a set of concepts and assumptions, principles and standards governing professional practice, especially in the field of presentation and disclosure of this research came to focus on controversial issues. The pillars of theoretical accounting and its components are the assumptions and principles, concepts and definition of accounting, limitations and accounting methods and techniques. Like other sciences has been accompanied by the development of accounting practice, development of theory, so this study tried to shed light on the theoretical framework of accounting theory and practice through the answer to this question: Is the difference in

points of view in dealing with the terminology used in accounting theory leads to an imbalance in the understanding of those terms of both theory and practical?

Importance of this Study

This study draws attention to the importance of activating the scientific and technical capacities of both theory and practice of accountants at different orientations, whether they are academics or practitioners.

Objectives of this Study

1. Study of the terminology to define a framework of accounting theory, (Both theoretical and practical)
2. Study the reflection of standardized terminology used on how to activate to be used by academics and or practitioners.

Assumptions of the Study

The following assumptions were formulated as nihilism:

H01: There is a difference of views in the terminology used in accounting theory and there is no defect in the understanding of those terms of both theory and practical.

H02: Unification does not affect the terms in the theoretical framework of accounting used by academics and practitioners.

The Theoretical Part

Includes identifying the concept of accounting theory, and the need for accounting theory and the importance of its presence, and based on scientific studies about the previous theory of accounting.

The Concept of Accounting Theory

Theoretical is reference for all social and natural sciences and contains principles that guide and contribute to the development knowledge of science.

Theory is assumption has been tested in acceptable limits. As it can be said as a set of consistent assumptions with each other, and it's Ideas that reflect trying to explain the facts and it is a set of confirmed prevailing Scientific assumptions and it is mental solutions to the problems being raised.

And it is final culmination of the scientific method which combines facts and concepts and assumptions and laws in the context of one.

Accounting is a science of social sciences grew and developed based on other sciences Must have a theory like the rest of other sciences and because it is applied science, the theory must be launched from the link between theoretical and applied practice, Theoretical accounting concerns the research and the study things that led to the creation of accounting rules or principles and focus on the logical foundations. The Theoretical of accounting advances Intellectual framework to evaluate the applications in accounting concerns in addition to the adoption of it as a reference for the development of applications and new procedures. It is useful (the conceptual framework of accounting) in directions such as:

1. Reaches a set of generally accepted accounting principles and reach to Problems resulting from the application and to avoid them and address them.
2. Encourage users of financial statements to rely on accounting information.

Theoretical accounting is known: as a set of interrelated and overlapping concepts, definitions and assumptions That display a systematic point of view of the phenomenon by identifying the relationships between variables for the purpose of explanation and prediction of phenomena. Also known as the methodology includes a list of rules and principles governing the group of phenomena. The American Accounting Association AAA Defined Accounting Theoretical as:

Consistent and interrelated set of concepts and obligations and Conditions of scientific and logical That facilitate the work of the accountant, And show him things and guide it in the definition, measurement and delivery of information of economic and financial statements for those with relationship. Accounting Theoretical Is known as a set of scientific principles and consistent set of assumptions derived from consistent nature of the operations carried out by contemporary organizations, expressed through a set of concepts of private Going back to the Theoretical goal of being a pop-up of interpretation and prediction of the basic objectives .

Theory in any field is to find how much specific knowledge is collected systematically and organization and verification of a degree to make it a reference framework for future actions, Hence, the most common definition of theory, which can be applied to accounting is the following: Justify the logical conclusion in the form of a set of intellectual general principles which are characterized by the following:

1. Provide a general framework of reference can evaluate accounting practices.
2. Provide guidance for the development of new practices and procedures in accounting.” In other words, the theory of accounting for a branch of accounting is made up of systematic explanation of the principles and methodology which can distinguish it clearly from the practice. Through the above definitions on the concept of Theoretical accounting note that the definitions contained a several terminology such concepts, assumptions, and the rules and principles of scientific harmonious, private concepts, to reach others to define the reference, and justify the logical conclusion, and to clarify systematic principles and other terms. When studying such terms in theory we see that these terms can be replaced by any tandem, some interrelated making it easier to deal with them as their multiplicity and lack of identification and standardization lead to confusion When users who are in the academic and practical. Accounting is defined by the American Society for AAA accounting are: "A process consisting of three consecutive activities; Specify, measurement and registration, and delivery of data and financial economic information expressed in the unity of interested users to exchange such data and information to assist them in making economic decisions.”(3).

The Need for Accounting Theoretical

The need for Theoretical accounting comes from the target which it found for it. Get out a Set of the principles and relationships provide an explanation of current Practices and provide us with predicting what might happen in the future practice. Prepare forecasts and to explain and clarify the prevailing accounting practices to get a better understanding of them. At the same time the practice test and verification to identify the extent of commitment and application of theory to be modified on the basis of practice according to the theory or re-formulation of Theoretical to suit with practice. Here, there is a need to Theoretical accounting any system is notable of development only if it has the basis of strong theoretical, practice is necessary to be built on the theory of sound in order to keep pace with rapid changes in economic environments and social and to be able to cope with various new problems and to find explanations which suited them and to be interpretations convincing must be consistent with the framework of knowledge and approval can be accepted as a theory accounting for a reference for the evaluation and development of sound accounting practices. Taking into account the importance of that content Includes accounting comes from Theoretical applied In addition to being logically consistent and proportionate importance appears in the following:

1. Yahya, And Ziad Ayoub, Luqman 2010
2. Lutfi,Ameen ,.2006
3. Hanan, Radwan 0.2009
 - A Accounting as a science in desperate need of a framework for a general theory after long practice in the absence of such a theory.
 - B The existence of these Theoretical assumptions contained therein, including scientific principles And leads to the availability of significant accounting entity, and put it in the ranks of the advanced social sciences.
 - C The theory Provisions of assumptions and principles of the foundation upon the selection between alternative systems that can be used in practice. E) Theory contributes to an increase in understanding of the content of users of accounting information and then provides confidence in it.
 - D Theory contributes to make comparisons when judging the significance of the financial statements it is the language in which they will be addressed in such a way gives one meaning when used since all concepts used in the field of accounting in general and theory accounting in particular the concepts agreed upon scientific and must be uniform and free of confusion and ambiguity.

The Previous Studies

The study of Ziad Yahya, Ayub Lukman, 2009) entitled (towards the unification of the terms used in Determine the theory framework of accounting):

1. Studied the most important differences between book accounting thought in a range of terms used in determining the theory framework of accounting, which popularized the difference of it.
2. Explained the importance of standardizing the number of terms used in determining the framework accounting theory and practice and its impact in the development of the capacity of accountants' scientific process.

The importance of the study comes from the importance of the subject which relates to the terminology used in determining the framework of accounting in an attempt to standardize it. The study has addressed to search in the most important differences between book accounting thought in a range of terms used in determining the framework of accounting, Focused on the importance of standardizing the terminology used in determining the framework accounting theory and practice. The study found a set of results focuses on the standardization of the terminology used in defining the framework of accounting can contribute to increase the degree of understanding theory, As well as the success of the practice of accounting as a profession because it helps identify what needs to be on the accountant's work, the study found that the theoretical framework of accounting and understand so well organized scientifically effective input into the process of preparing for the exercise. - (the study Abdullah Shahin, 2006) entitled (the theory of accounting and development of measurement accounting) the study aimed to deepen understanding the intellectual foundation upon which the theory by developments and issues in the profession. The study focused on discussing the scientific aspects of accounting theory, starting to stand on the need for such theoretical and ideological construction upon which to develop a modern accounting model and give it accounting measurement alternatives.

The study focuses on contemporary accounting model which includes the the study intellectual properties of the model dealt with the elements where the conceptual framework of accounting theory including the objectives and basic concepts in addition to the signal for the building official of theory represented by assumptions and principles and accounting standards of the list. The study examined trends in the development of accounting model which includes the most important methods of contemporary accounting thought deals with contemporary accounting measurement alternatives .The study to focus on the development of modern accounting model and development of the conceptual

framework of accounting for contemporary for the development of accounting and to achieve their goals. - (study of Andrea Melis, 2005) entitled

(Financial Statements and Positive Accounting Theory. The Early Contribution of Aldo Amaduzzi) the aim of this study is to mention some of the ideas advanced accounting since the forties and for the Italian Professor Aldo Amaduzzi taking into account the positive accounting studies and content of financial statements. The study focused on the goal and the assumptions and results of the theory of positive accounting Based on a Rochester school of accounting, and on the content analysis of the financial statements work of Amaduzzi. And addressed to of positive accounting theory and evolution, and theoretical studies that talked about it and its goals and its development, a comparison between the views of Rochester School of Amaduzzi on the need for positive accounting theory, And the relationship between accounting and the theory of the organization, In addition to the content of financial statements, which are also apoint of difference in views between researchers. Study concluded that, in spite of their different views but all Rochester School and Amaduzzi are considered pioneers in the study of positive accounting theory.

Analysis of Assumptions

Hypothesis H01: Points of difference does not consider addressing the terminology used in defining the framework of accounting to the possibility of an imbalance in the understanding of those terms both theory and practical.

Ha Different points of view lead in dealing with the terminology used in defining the framework of accounting to the possibility of an imbalance in the understanding of those terms both theory and practical.: Based on a descriptive approach the theoretical framework of this study, We note that different terms contained in the concept accounting several points of view lead to confusion when users of the theoretical framework of those who are in the academic and practical, many people do not distinguish between them uses one substitute for each other although they are not similar in meaning, in terms of this theory and in practice affect the accountant's understanding of terms and thus to understand the conceptual framework of accounting, which affects its operation. Accordingly, we accept the alternative hypothesis (Ha) and we reject the hypothesis nihilism (H01), this means: Result in different points of view in dealing with the terminology used in defining the framework of accounting to the possibility of an imbalance in the understanding of those terms both theory and practical -Hypothesis H02:H02: does not affect the unification of the terminology used in determining the framework of accounting to activate using it by academics and practitioners.H02: affect the standardization of terminology used in determining the framework of accounting to activate using it by academics and practitioners. Based on a descriptive approach the theoretical framework of this study, We note that the theory accounting must be clear Read all the terminology for all users academics and practitioners of the profession it is talking in a language that gives meaning and where the one at the use and reference, Thus we can Replace some of the terms synonymous, standardization and agreed upon in Holistic and deal with it over time .Accordingly, we accept the alternative Hypothesis (Ha) and we reject the hypothesis nihilism (H02), this means: Affect the standardization of terminology used in determining the framework of the accounting Using it to activate by academics and practitioners.

The Conclusions and the Recommendations

After analyzing the assumptions and relying on the theoretical framework for the study, reached the following conclusions:

1. Analysis shows that the basic premise of the first difference of views in dealing with the terminology used in defining the framework of the accounting leads to the possibility of an imbalance in the understanding of those terms both theory and practical.

2. Analysis shows that the basic theory of the second to standardize the terminology used in determining the framework of the account in Impact on the activation Using it by academics and practitioners that the integration between the scientific and practical in accounting lead to progress in the practice of the profession and distinguish them depending on the general framework of reference is clear and accurate.
3. Need to consolidate the the terminology used in defining the framework of the accounting making it easier to handle and avoid confusion in the understanding of users.
4. Accountants need to understand the practitioners of the profession of the terms contained in the conceptual framework of accounting
5. The Need of universities and colleges' commitment to teach students the theoretical framework of accounting and in all its dimensions terminology, to prepare them well and effectively to exercise the job.

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