

**Account Classification
for questions 72 through 80 – 2004 State Test**

Account	Category
Accounts Payable	Current Liability
Accounts Receivable	Current /Quick Asset
Accumulated Depreciation—Building	Contra Plant Asset
Accumulated Depreciation—Equipment	Contra Plant Asset
Advertising Expense	Operating Expense
Allowance for Uncollectible Accounts	Contra Current Asset
Bad Debt Expense	Operating Expense
Building	Plant Asset
Cash in Bank	Current/Quick Asset
Common Stock	Stockholders' Equity
Depreciation Expense (Building & Eqp)	Operating Expense
Dividends—Common	Contra S/E
Dividends Payable	Current Liability
Employee Income Taxes Payable	Current Liability
Equipment	Plant Asset
Federal Corporate Income Tax Expense	C-Fit Expense
Federal Corporate Income Tax Payable	Current Liability
FICA Taxes Payable	Current Liability
Gain on Plant Assets	Other Revenue
Income Summary	Temporary equity
Insurance Expense	Current Expense
Interest Expense	Other Expense
Interest Income	Other Revenue
Interest Payable (due April 1, 2004)	Current Liability
Interest Receivable (due Mar 10, 2004)	Current Asset
Land (under Alamo's building)	Plant Asset
Loss on Plant Assets	Other Expense
Merchandise Inventory (as of 12-31-03)	Current Asset
Microsoft, Inc. (stock)	Investments
Mortgage Payable (due Nov. 15, 2030)	Long-Term Liability
Notes Payable (due April 1, 2004)	Current Liability
Notes Payable (due November 3, 2005)	Long-Term Liability
Notes Receivable (due Mar 10, 2004)	Current Asset
Payroll Tax Expense	Operating Expense
Petty Cash	Current/Quick Asset
Prepaid Insurance	Current Asset
Purchases	Cost of Goods
Retained Earnings	Stockholders' Equity
Salary Expense	Operating Expense
Sales	Operating Revenue
Sales Tax Payable	Current Liability
Supplies Expense	Operating Expense
Supplies on Hand	Current Asset
Unemployment Tax Payable—Federal	Current Liability
Unemployment Tax Payable—State	Current Liability
Utilities Expense	Operating Expense

CLASSIFIED FINANCIAL STATEMENTS

In 2004, an alphabetical 'monster' list of accounts was included on the state test with questions that required students to classify the accounts provided.

In comparing various financial statements in various textbooks, it seemed that there was not one comprehensive set of financials, so the financials that follow (Balance Sheet, Income Statement, and their supporting worksheet) came into being to fulfill that need.

Hopefully, these financials will help students identify and correctly classify the various accounts that are included in the first-year accounting textbooks, on which the UIL accounting test is based.

Admittedly, there are 'holes' in these statements:
no Discount on Notes Payable as a contra-liability, and the expenses are not broken into administrative and selling categories.

Tame the 'Monster!'"

Alamo Corporation
Balance Sheet
December 31, 2022

ASSETS					
Current Assets					
Cash in Bank			12,750		
Accounts Receivable	180,250				
Less: Allow. for Uncollectible Accts	-1,400	178,850			
Interest Receivable (due Mar 10, 2023)			125		
Petty Cash			200		
Prepaid Insurance			1,875		
Supplies on Hand			750		
Merchandise Inventory (as of 12-31-22)			57,800		
Total Current Assets				252,350	
Long Term Assets					
Notes Receivable (due Mar 10, 2024)				5,000	
Plant Assets					
Equipment	150,790				
Less: Accum. Depr.—Equipment	30,200	120,590			
Building	250,000				
Less: Accum. Depr.—Building	6,250	243,750			
Land (under Alamo's building)			25,000		
Total Plant Assets				389,340	
Investments					
Microsoft, Inc. (stock)				2,500	
TOTAL ASSETS					649,190
LIABILITIES & STOCKHOLDERS' EQUITY					
Current Liabilities					
Accounts Payable	28,445				
Sales Tax Payable	4,200				
Dividends Payable	12,500				
Employee Income Taxes Payable	550				
Federal Corporate Income Tax Payable	750				
FICA Taxes Payable	795				
FUTA Payable	70				
SUTA Payable	85				
Notes Payable (due April 1, 2023)	3,000				
Interest Payable (due April 1, 2023)	45				
Total Current Liabilities		50,440			
Long-Term Liabilities					
Notes Payable (due November 3, 2025)	125,000				
Mortgage Payable (due Nov. 15, 2030)	198,000				
Total Long-Term Liabilities		323,000			
TOTAL LIABILITIES				373,440	
Stockholders' Equity (Detailed)					
Retained Earnings January 1, 2022	0				
Plus: Net Income	38,250				
Less: Dividends—Common	-12,500				
Retained Earnings, December 31, 2022		25,750			
Common Stock		250,000			
TOTAL STOCKHOLDERS' EQUITY				275,750	
TOTAL LIAB. & STOCKHOLDERS EQUITY					649,190

Alamo Corporation
Income Statement
For the Year ended December 31, 2022

REVENUE					
Sales				610,000	
COST OF GOODS SOLD					
Beginning Inventory, January 1, 2022	0				
+Purchases	423,800				
=Cost of Goods Available	423,800				
--Ending Inventory, December 31, 2022	57,800				
-- COST OF GOODS SOLD				366,000	
GROSS PROFIT ON SALES					244,000
OPERATING EXPENSES					
Advertising Expense	5,090				
Bad Debt Expense	1,400				
Payroll Tax Expense	11,400				
Depreciation Expense (Building & Eqp)	36,450				
Insurance Expense	3,750				
Salary Expense	125,200				
Supplies Expense	1,585				
Utilities Expense	12,600				
TOTAL OPERATING EXPENSES					197,475
INCOME FROM OPERATIONS					46,525
OTHER REVENUE/EXPENSES					
Interest Expense	<3,240>				
Loss on Plant Assets	<1,715>	<4955>			
Interest Income	1,020				
Gain on Plant Assets	2,410				
		3,430			
TOTAL OTHER REVENUE <EXPENSES>					<1,525>
NET INCOME BEFORE CORP. FIT EXP.					45,000
Less:Federal Corporate Income Tax Expense					6,750
NET INCOME					38,250

**Alamo Corporation
Worksheet
For the Year ended December 31, 2022**

Account / Category	TRIAL BALANCE		ADJUSTMENTS		INCOME STATEMENT		BALANCE SHEET	
	DR	CR	DR	CR	DR	CR	DR	CR
Cash in Bank	12,750						12,750	
Petty Cash	200						200	
Accounts Receivable	180,250						180,250	
Allow. for Uncollect. Accts		0		1,400				1,400
Prepaid Insurance	5,625			3,750			1,875	
Supplies on Hand	2,335			1,585			750	
Merchandise Inventory	0		57,800				57,800	
Notes Rec. (due 3/10/04)	5,000						5,000	
Interest Rec. (due 3/10/04)	125						125	
Equipment	150,790						150,790	
Acc. Depreciation—Equip.		0		30,200				30,200
Building	250,000						250,000	
Acc. Depreciation—Building		0		6,250				6,250
Land (under Alamo's bldg.)	25,000						25,000	
Microsoft, Inc. (stock)	2,500						2,500	
Accounts Payable		28,445						28,445
Sales Tax Payable		4,200						4,200
Dividends Payable		12,500						12,500
Employee FIT Payable		550						550
Corporate FIT Payable		750						750
FICA Taxes Payable		795						795
FUTA Payable		70						70
SUTA Payable		85						85
Interest Pay. (due 4/1/04)		45						45
Notes Pay. (due 4/1/04)		3,000						3,000
Mortgage Pay-due 11/15/30		198,000						198,000
Notes Pay. (due 11/03/05)		125,000						125,000
Retained Earnings		0						0
Dividends—Common	12,500						12,500	
Common Stock		250,000						250,000
Income Summary	—	—		57,800		57,800		
Sales		610,000				610,000		
Purchases	423,800				423,800			
Advertising Expense	5,090				5,090			
Bad Debt Expense	—		1,400		1,400			
Deprec. Exp (Bdg/ Eqp)	—		36,450		36,450			
Insurance Expense	—		3,750		3,750			
Payroll Tax Expense	11,400				11,400			
Salary Expense	125,200				125,200			
Supplies Expense	—		1,585		1,585			
Utilities Expense	12,600				12,600			
Gain on Plant Assets		2,410				2,410		
Interest Income		1,020				1,020		
Interest Expense	3,240				3,240			
Loss on Plant Assets	1,715				1,715			
Totals before CFIT Exp.	1,230,120	1,236,870	100,985	100,985	626,230	671,230	699,540	661,290
Net Income Before CFIT Ex					45,000			
Corporate FIT Expense	6,750				6,750			
Totals after CFIT Exp.	1,236,870	1,236,870	100,985	100,985	632,980	671,230	699,540	661,290
Net Income After CFIT Exp					38,250			38,250
	1,236,870	1,236,870	100,985	100,985	671,230	671,230	699,540	699,540