

Inv. A - 1997

Listed below is the complete list of accounts from the Adjusted Trial Balance columns of a work sheet. All accounts have normal balances.

Cash in Bank.....	4,396	Repair Fees.....	29,500
Accounts Receivable.....	1,140	Advertising Expense.....	1,350
Office Equipment.....	6,485	Miscellaneous Expense...	510
Repair Equipment.....	10,540	Rent Expense.....	2,900
Accounts Payable.....	4,780	Repair Expense.....	1,200
James Brown, Capital.....	14,991	Utilities Expense.....	750
James Brown, Drawing.....	?		

Use the above data to answer questions 11 through 14. Write the correct amount on your answer sheet.

11. How much did the owner draw from the business this period?
12. What is the total of the Adjusted Trial Balance debit column?
13. What is this period's net income?
14. What will be the total of the Post-Closing Trial Balance credit column?

2021 District – Group 2

The following T-account summarizes the activity for calendar year 2020 for a service business organized as a sole proprietorship. For questions 14 through 24, on your answer sheet write "True" if the statement is true; write "False" if the statement is false.

Capital		
	56,000	
	15,000	
	71,000	(footing before closing entries)
10,000	20,500	
	81,500	(footing after closing entries)

14. The amount that would be found in the Trial Balance column of the work sheet on 12-31-20 is \$56,000.
15. The total amount of withdrawals was \$10,000.
16. The business suffered a net loss of \$10,000.
17. The amount \$56,000 represents only the amount of owner contributions from years prior to the year 2020.
18. Salary Expense reduces net income; but owner withdrawals do not affect net income.
19. The amount \$20,500 represents the loan received from a bank.
20. From the given information, it is not known if the owner withdrew cash or some other business asset.
21. If the 2020 total revenue was \$95,820, then the 2020 total expenses must have been \$75,320.
22. When employees are paid, Salary Expense is debited; when the owner makes an owner withdrawal, the account Owner Withdrawals Expense is debited.
23. The amount of Capital on January 1, 2020 was \$71,000.
24. The amount that would be found on the Balance sheet for December 31, 2020 is \$81,500.

2021 Inv. B – Group 2

The following T-account summarizes the activity for fiscal year end 12-31-20 for a business that started in 2017. Revenues for 2020 were \$269,154; expenses were \$194,218. The owner made one investment in the business during 2020 and also withdrew \$65,000.

Fidelis Stone, Capital	
	32,500
	57,500 (footing before closing entries)
	??
	?? (footing after closing entries)

For questions 9 through 15, write the correct amount on your answer sheet.

9. the amount of capital that would be found in the unadjusted trial balance column of the work sheet for 2020
10. the amount of capital on January 1, 2020
11. the amount of capital extended to the balance sheet credit column of the work sheet for 2020
12. the amount of owner investments made in 2020
13. the resulting amount of owner investments, owner withdrawals, net profits, and net losses from years prior to 2020
14. What is the amount of the net income for 2020?
- *15. What is the amount of ending capital that would be found on the Balance Sheet for December 31, 2020?

2021 District – Group 4

Use the following information to answer questions 33 - 36. Consider each question independently. Write the letter of the best response on your answer sheet.

	ASSETS	LIABILITIES
Beginning of Year	87,435	11,790
End of Year After Closing	97,950	13,465

33. The owner made an investment of \$10,000 in the business during the year and withdrew nothing. The amount of net income or net loss for the year was:

A. \$1,160 net income	C. \$8,840 net income	E. \$18,840 net income
B. \$1,160 net loss	D. \$8,840 net loss	F. \$18,840 net loss
34. The owner made no investments in the business during the year and withdrew \$8,000. The amount of net income for the year was:

A. zero	C. \$6,740	E. \$16,840
B. \$840	D. \$8,840	F. \$18,515
35. The owner made no investments in the business during the year and withdrew nothing. The amount of net income or net loss for the year was:

A. \$8,840 net income	C. \$10,515 net income	E. \$12,190 net income
B. \$8,840 net loss	D. \$10,515 net loss	F. \$12,190 net loss

36. The owner made an investment of \$15,000 and withdrew \$20,000 during the year. The amount of net income for the year was:
- A. \$3,840 C. \$ 9,740 E. \$15,515
 B. \$5,000 D. \$13,840 F. \$17,190

2021 Inv. A – Group 3

For Q #18 (in table below) write the correct amount on your answer sheet.

	2018	2019	2020
The Owner, Capital, January 1	-0-	??	??
Owner's investments during the year	125,000	50,000	5,000
Total revenue	115,403	175,445	207,634
Total expenses	110,061	Q# 18	142,567
The Owner, Withdrawals	1,500	25,000	80,000
The Owner, Capital, December 31	??	??	184,147

2017 District – Group 6

The adjusted trial balance columns of the work sheet of Brookline Co. (a service business) for the year ended December 31, 2016 revealed the following information:

Total Assets	46,105	Owner's withdrawals	3,000
Total Liabilities	6,840	Total Revenue	97,350
Owner's capital account balance	43,775	Total Expenses	98,860

The general ledger also revealed that the owner made two investments in the business during 2016 as follows:

March 4, 2016	\$5,000
August 8, 2016	8,000

For questions 34 through 39, write "True" if the statement is true; write "False" if it is false.

34. The net loss for the year 2016 was <\$1,510>.
35. The balance in the capital account in the Trial Balance column of the worksheet for the twelve months ended December 31, 2016 was \$30,775.
36. There is an adjusting entry on the worksheet for the twelve months ended December 31, 2016 that includes a credit to the capital account for \$13,000.
37. The balance in the capital account in the General Ledger on January 1, 2016 was \$43,775.
38. If Brookline Co. does not use a separate financial statement that reports the changes in owner's equity from the beginning of the year to the end of the year, then this information could be presented in the owner's equity section of the balance sheet dated December 31, 2016.
39. The balance of the capital account on the post-closing trial balance dated December 31, 2016 was \$39,265.

2001 D2 – Group 5

The following information comes from the accounting records of two separate businesses.

	<u>Company 1</u>	<u>Company 2</u>
<u>December 31, 1999:</u>		
Assets.....	\$ 5,820	\$27,810
Liabilities.....	1,460	16,430
<u>December 31, 2000:</u>		
Assets.....	43,370	49,720
Liabilities.....	7,160	?
<u>During 2000:</u>		
Owner Investments.....	10,000	2,000
Net Income (Loss).....	?	53,780
Owner Withdrawals.....	3,000	18,000

Answer the following questions. Write the correct amount on your answer sheet.

25. What is the amount of owner's equity for Company 1 on December 31, 1999?
- * 26. What is the amount of net income for 2000 for Company 1?
- * 27. What is the amount of liabilities on December 31, 2000 for Company 2?

