



# ADVANCED COLLEGE ACCOUNTING (115)

—Post Secondary—

## REGIONAL – 2016

Multiple Choice (20 @ 2 points each)	_____	(40 points)
Short Answer	_____	(102 points)
<b>Production</b>		
Problem 1: Financial Statements	_____	(75 points)
<b><i>TOTAL POINTS</i></b>	_____	<b><i>(217 points)</i></b>

**Judges/Graders: Please double check and verify all scores and answer keys!**

Property of Business Professionals of America.  
May be reproduced only for use in the Business Professionals of America  
*Workplace Skills Assessment Program.*



**ADVANCED COLLEGE ACCOUNTING (PS) - REGIONAL 2016**  
**ANSWER KEY**  
**Page 2 of 5**

**Multiple Choice Questions**

1. D
2. B
3. A
4. D
5. D
6. A
7. B
8. B
9. C
10. B
11. B
12. B
13. B
14. C
15. B
16. A
17. D
18. D
19. A
20. B



### Short Answer

**GRADER:** Each shaded area is worth 3 points. Descriptive titles may vary.

<b>Sea Bass Company</b>		
<b>Bank Reconciliation</b>		
<b>April 30, 2016</b>		
<b>BANK:</b>		
Balance		\$14,280
Add:	Deposit in Transit	1,674
Less:	Outstanding Checks	2,510
<b>Adjust Bank Balance, April 30, 2016</b>		<u>\$13,444</u>
<b>BOOKS:</b>		
Balance		\$13,147
Add:	Collection of Note Receivable	412
	Error Correction	180
Less:	NSF Check	275
	Bank Service Charge	20
<b>Adjusted Book Balance, April 30, 2016</b>		<u>\$13,444</u>



**GRADER: 3 points for each account title and amount; account titles may vary but must be representative of the intent. No points for date.**

General Journal				
2016		Account Title	Debit	Credit
Apr	30	Cash	412	
		Note Receivable		400
		Interest Revenue		12
		Accounts Receivable – Grouper	275	
		Cash		275
		Bank Fees	20	
		Cash		20
		Cash	180	
		Accounts Payable – Blam		180

**Problem: Financial Statements**

**Grader: Each answer is worth 5 points.**

1. What are Net Sales?

Net Sales \$939,000

2. What is Gross Profit?

Gross Profit \$317,000

3. What are total Operating Expenses?

Operating Expenses \$235,000

4. What is Income Before Taxes?

Income Before Taxes \$82,000

5. What is Net Income?

Net Income \$52,000

6. What are total Current Assets

Current Assets \$333,000



**ADVANCED COLLEGE ACCOUNTING (PS) - REGIONAL 2016  
ANSWER KEY  
Page 5 of 5**

7. What are total Assets

Total Assets \$526,000

8. What are total Current Liabilities?

Current Liabilities \$73,000

9. What are total Long-Term Liabilities?

Long-Term Liabilities \$78,000

10. What are total Stockholders' Equity

Stockholders' Equity \$375,000

11. What is Working Capital?

Working Capital \$260,000

12. What is the Current Ratio?

Current Ratio 4.56

13. What is the Gross Profit (Gross Margin) Percentage?

Gross Profit Percentage 33.76%

14. What is the Debt to Assets Ratio?

Debt to Assets Ratio 28.71%

15. What is the Debt-to-Equity Ratio?

Debt-to-Equity Ratio 40.27%