



COLLEGE ACCOUNTING

(105)

—Post-secondary—

REGIONAL – 2018

Multiple Choice & Short Answer Section:

True/False (10 @ 2 points each)	_____ (20 points)
Multiple Choice (20 @ 2 points each)	_____ (40 points)
Short Answer (60 @ 1 point each)	_____ (60 points)

Production Portion:

Problem 1: Worksheet	_____ (50 points)
Problem 2: Journal Entries	_____ (60 points)
Problem 3: Calculations	_____ (20 points)
<i>TOTAL POINTS</i>	_____ (250 points)

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

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Workplace Skills Assessment Program competition.



General Instructions

You have been hired as a Financial Assistant and will be keeping the accounting records for Professional Business Associates, located at 5454 Cleveland Avenue, Columbus, Ohio 43231. Professional Business Associates provides accounting and other financial services for clients. You will complete jobs for Professional Business Associates' own accounting records, as well as for clients.

You will have ninety (90) minutes to complete your work.

Your name and/or school name should *not* appear on any work you submit for grading. Write your contestant number in the provided space. Staple all pages in order before you turn in your test.

Unless otherwise instructed, round all answers to 2 decimal places.



True or False

Directions: Read each statement and determine whether it is true or false. On the Scantron sheet use *A for true and B for false*.

1. True - A
2. False - B
3. False - B
4. True - A
5. False - B
6. True - A
7. True - A
8. True - A
9. False - B
10. False - B

MULTIPLE CHOICE

Directions: Identify the letter of the choice that best completes the statement or answers the question.

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



Short Answer (60 points) 1 point each

Directions: For each account name below, indicate its classification, its normal balance side, on which financial statement(s) the account appears, and whether it is a permanent or temporary account. Use the abbreviations in the chart below for your answers.

Classifications	Normal Balance Side	Financial Statements	Permanent/ Temporary
L = Liability	DR = Debit	BS = Balance Sheet	P = Permanent
A = Asset	CR = Credit	IS = Income Statement	T = Temporary
OE = Owners' Equity	N = Neither	RE = Statement of Retained Earnings	
R = Revenue			
E = Expenses			

Account	Classifications	Normal Balance Side	Financial Statements	Permanent/ Temporary
Accounts Payable	L	CR	BS	P
Accounts Receivable	A	DR	BS	P
Bonds Payable	L	CR	BS	P
Common Stock	OE	CR	BS	P
Cost of Goods Sold	E	DR	IS	T
Dividends	OE	DR	RE	T
Land	A	DR	BS	P
Paid in Capital in Excess of Par	OE	CR	BS	P
Prepaid Rent	A	DR	BS	P
Retained Earnings	OE	CR	BS & RE	P
Sales Discounts	R	DR	IS	T
Service Revenue	R	CR	IS	T
Treasury Stock	OE	DR	BS	P
Unearned Revenue	L	CR	BS	P
Patent	A	DR	BS	P



Problem 1 (50 points) 2 points each

Cullen Medical Supply Co. opened on January 1, 2018. The Trial Balance for its first month of operations is shown below. Complete the worksheet by recording the adjustments and the adjusted trial balance.

- A) Supplies were purchased on January 1. Inventory of supplies on January 31 is \$8,200.
- B) The building is depreciated at a rate of \$420 per month.
- C) Prepaid Insurance consists of 6 months of insurance, paid on January 1.

Cullen Medical Supply Co. Worksheet Month Ended January 31, 2018						
Account Name	Trial Balance		Adjustments		Adjusted Trial Balance	
	Debit	Credit	Debit	Credit	Debit	Credit
Cash	27,500				27,500	
Inventory	15,700				15,700	
Supplies	13,720			5,520	8,200	
Prepaid Insurance	19,200			3,200	16,000	
Building	150,800				150,800	
Accumulated Depreciation - Building				420		420
Accounts Payable		37,220				27,220
Retained Earnings		184,600				184,600
Dividends	5,000				5,000	
Revenue		27,700				27,700
Cost of Goods sold	13,400				13,400	
Depreciation Expense			420		420	
Insurance Expense			3,200		3,200	
Supplies Expense			5,520		5,520	
Utilities Expense	4,200	-		-	4,200	-
Totals	\$249,520	\$249,520	\$9,140	\$9,140	\$249,920	\$249,920



Problem 2 (60 points)

NOTE TO GRADER: 5 POINTS FOR EACH ACCOUNT & AMOUNT; NO POINTS FOR DATE. ACCOUNT TITLES MAY VARY SLIGHTLY.

Using the worksheet prepared in Problem 1, journalize the adjusting entries in the General Journal

General Journal				
Date		Account Title	Debit	Credit
2018				
Jan	31	Supplies Expense	5,520	
		Supplies		5,520
		Insurance Expense	3,200	
		Prepaid Insurance		3,200
		Depreciation Expense	420	
		Accumulated Depreciation – Building		420

Problem 3 (20 points) 5 points each

Using the worksheet prepared in Problem 1, calculate the following amounts.

Net Income	<u>\$960</u>
Total Current Assets	<u>\$67,400</u>
Total Assets	<u>\$217,780</u>
Total Liabilities & Stockholders' Equity	<u>\$217,780</u>