Bad Checks:

1. Post-Dated Checks

   Released before End Date

   - Checks that are a good check
     - check is recorded
     - check is received and retrieved by the respondent
   - Issued to Creditors -> CASH ITEM
     - No entry
     - Only VALID transactions are journalized
   - Received from customers -> Receivable
     - No entry
   - Advances to officers/ employees -> receivable.
2. Stale Check
   - Recognized
   - No entry dapat kasi kahit client side I-aadjust to cancel out
3. Undelivered Check
   - TO BE issued to creditors
     - No correct entry
   - TO BE received from customer
     - No correct entry

Non-Cash Items:

1. Travel Expenses and Postage stamps
   a. Prepaid expense
   b. Prepaid ASSET
2. Cash in CLOSED BANKS
   a. Estimated in recoverable value
   b. Receivable
3. NSF CHECK/ DAUD/ DAIF
   a. DAUD = Drawn against unclear deposit
   b. DAIF = Drawn against insufficient fund
4. Bank Overdraft
   a. Current Liability
   b. Unless same bank pwede tanggalin