

2. **Private Accounting** - accountants are employed in private businesses and NGOs
a. **Financial Accounting**

Definition - bookkeeping of financial transactions and events of a business and preparation of basic financial statements

Report - Financial statements:

(1) **General Purpose Financial Statements** are prepared to accommodate the information needs of persons who have no capability to request or acquire information directly from the company

(2) **Special Purpose Financial Statements** - utilized by internal parties to guide them in the decision making process for the company

Purpose - guide internal and external users in economic decisions

Frequency - periodic

Intended Users - external and internal users

Standards - Philippine Financial Reporting Standards (PFRS) and Philippine Accounting Standards (PAS)

b. **Cost Accounting** - concerned with inventory costing and product costing of the processed or manufactured goods

c. **Tax Accounting** - involved in tax compliance and tax planning

d. **Management Accounting** - deals with business and financial planning, strategic planning, budgeting, analysis, monitoring and controlling the business.

e. **Internal Auditing** - concerned with safeguarding and protection of organization's assets, reliability of accounting records, and adherence to established policies and procedures of the company.

f. **Private Accounting** - accountants are employed in private businesses and NGOs

3. **Government Accounting**

Definition - accounting for the receipt and disposition of government fund and property and interpreting the result thereof ; used by all government agencies

Report - periodic financial reports and financial statements

Purpose - show stewardship of public funds by the government

Frequency - periodic

Intended Users - external and internal users

Standards - National Government Accounting System (NGAS) - enhances responsibility accounting in all agencies and discourages misappropriation and misuse of public fund.

4. **Accounting Education** - focuses in education students and professionals alike about accounting, auditing, taxation, and advanced accounting and business subjects.

Question 8

8. A worksheet can be thought of as a(n)

Response: b. optional device used by accountants.

Correct answer: b. optional device used by accountants.

Score: 1 out of 1 Yes

Question 9

9. The account, Supplies, will appear in the following debit columns of the worksheet.

Response: d. All of these answer choices are correct

Correct answer: d. All of these answer choices are correct

Score: 1 out of 1 Yes

Question 10

10. When constructing a worksheet, accounts are often needed that are not listed in the trial balance already entered on the worksheet from the ledger. Where should these additional accounts be shown on the worksheet?

Response: b. They should be inserted in chart of account order into the trial balance already given.

Correct answer: c. They should be inserted on the lines immediately below the trial balance totals.

Score: 0 out of 1 No

Question 11

11. When using a worksheet, adjusting entries are journalized

Response: a. after the worksheet is completed and before financial statements are prepared.

Correct answer: c. after the worksheet is completed and after financial statements have been prepared.

Score: 0 out of 1 No

Question 12

12. Assuming that there is a net loss for the period, debits equal credits in all but which section of the worksheet?

Response: a. Income statement columns

Correct answer: a. Income statement columns

Score: 1 out of 1 Yes

Response: c. credit to Income Summary for \$5,300.

Correct answer: b. credit to Rent Expense for \$1,300.

Score: 0 out of 1 No

Question 40

40. The income statement for the month of June, 2020 of Snap Shot, Inc. contains the following information:

After the revenue and expense accounts have been closed, the balance in Income Summary will be

Response: c. a credit balance of \$2,000.

Correct answer: c. a credit balance of \$2,000.

Score: 1 out of 1 Yes

Question 41

41. The income statement for the month of June, 2020 of Snap Shot, Inc. contains the following information:

The entry to close Income Summary to Owner's Capital includes

Response: d. a credit to Owner's Capital for \$2,000.

Correct answer: d. a credit to Owner's Capital for \$2,000.

Score: 1 out of 1 Yes

Question 42

42. The income statement for the month of June, 2020 of Snap Shot, Inc. contains the following information:

At June 1, 2020, Snap Shot reported owner's equity of \$36,000. The company had no owner drawings during June. At June 30, 2020, the company will report owner's equity of

Response: c. \$38,000.

Correct answer: c. \$38,000.

Score: 1 out of 1 Yes

Question 43

43. The income statement for the year 2020 of Bugati Holding contains the following information:

The entry to close the revenue account includes a

NT4,500,000. The accountant preparing the payroll entry overlooked the fact that Salaries and Wages Expense of NT2,300,000 had been accrued at year end on December 31. The correcting entry is

Response: b. Cash 2,200,000 ; Salaries and Wages Expense 2,200,000

Correct answer: c. Salaries and Wages Payable 2,300,000 ; Salaries and Wages Expense 2,300,000

Score: 0 out of 1 No

Question 75

75. Truffles Company

paid 860 on account to a creditor. The transaction was erroneously recorded as a debit to Cash of 680 and a credit to Accounts Receivable, \$680. The correcting entry is

Response: d. Accounts Receivable 680 ; Accounts Payable 860 ; Cash 1,540

Correct answer: d. Accounts Receivable 680 ; Accounts Payable 860 ; Cash 1,540

Score: 1 out of 1 Yes

Question 76

76. A lawyer collected INR52,000 of legal fees in advance. He erroneously debited Cash for INR25,000 and credited Accounts Receivable for INR25,000. The correcting entry is

Response: c. Cash 27,000 ; Accounts Receivable 25,000 ; Unearned Service Revenue 52,000

Correct answer: c. Cash 27,000 ; Accounts Receivable 25,000 ; Unearned Service Revenue 52,000

Score: 1 out of 1 Yes

Question 77

77. On May 25, Mt. Hood Company received

a 370 check from Douglas Fir for services to be performed in the future. The bookkeeper for Mt. Wood Company incorrectly debited Cash for 370 and credited Accounts Receivable for \$370. The amounts have been posted to the ledger. To correct this entry, the bookkeeper should:

Response: d. debit Accounts

Receivable 370 and credit Unearned Service Revenue 370.

Correct answer: d. debit Accounts

Receivable 370 and credit Unearned Service Revenue 370.

Score: 1 out of 1 Yes

Question 78

78. On March 8, Saltwater Taffy bought supplies on account from the Sweet Honey for NT44,000. Saltwater Taffy incorrectly debited Equipment for NT40,000 and credited Accounts Payable for NT\$40,000. The entries have been posted to the ledger. The correcting entry should be:

Response: d. Supplies 44,000 ; Equipment 40,000 ; Accounts Payable 4,000

Correct answer: d. Supplies 44,000 ; Equipment 40,000 ; Accounts Payable 4,000

Score: 1 out of 1 Yes

Question 79

79.. The following information is for Central Avenue Real Estate:

The total amount of assets to be classified as current assets is

Response: b. \$195,000.

Correct answer: b. \$195,000.

Score: 1 out of 1 Yes

Question 80

0. The following information is for Central Avenue Real Estate:

The total amount of assets to be classified as property, plant, and equipment is

Response: c. \$285,000.

Correct answer: a. \$210,000.

Score: 0 out of 1 No

Question 81

81. The following information is for Central Avenue Real Estate:

The total amount of assets to be classified as investments is

Response: c. \$75,000.

Correct answer: c. \$75,000.

Score: 1 out of 1 Yes

Question 82

82. The following information is for Central Avenue Real Estate:

The total amount of liabilities to be classified as current liabilities is

Response: c. \$85,000.

Correct answer: c. \$85,000.

Score: 1 out of 1 Yes

Question 83

83. The following information is for Qwik Auto Supplies:

The total dollar of assets to be classified as current assets is

Response: c. €375,000.

Correct answer: c. €375,000.

Score: 1 out of 1 Yes

Question 84

84. The following information is for Qwik Auto Supplies:

The total dollar of assets to be classified as property, plant, and equipment is

Response: c. €585,000.

Correct answer: a. 400,000

Score: 0 out of 1 No

Question 85

85. The following information is for Qwik Auto Supplies:

The total dollar amount of assets to be classified as investments is

Response: c. €185,000.

Correct answer: c. €185,000.

Score: 1 out of 1 Yes

Question 86

86. The following information is for Qwik Auto Supplies:

The total dollar amount of liabilities to be classified as current liabilities is

Response: c. €200,000.

Correct answer: c. €200,000.

Score: 1 out of 1 Yes

Question 87

87. All of the following are property, plant, and equipment except

Response: a. supplies.

Correct answer: a. supplies.

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