20Y9
Accounts Receivable Turnover = 7,906,000/((600,000+580,000)/2)
Accounts Receivable Turnover= 13.4

B. 20Y8
DSO = (average account receivable / net sales)*365
=(((540,000+600,000/2))/6,726,000)*365
= **30.9 days**

20Y9
DSO = (((600,000+580,000)/2)/7,906,000)*365)
= **27.2 days**

C. The charges are **Favorable**