

WORKING PAPERS FOR USE WITH

FUNDAMENTALS OF FINANCIAL ACCOUNTING

WELSCH AND SHORT

FIFTH EDITION

Working Papers

for use with

Fundamentals of Financial Accounting

Fifth Edition

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Note to the Student

These working papers are designed to minimize the "pencil-pushing" in preparing solutions to all of the (a) exercises, (b) problems, and (c) cases included in the homework for Fundamentals of Financial Accounting, 5th edition. Space is given at the top of each form for name, date, and section. The exercise, problem, or case number is printed on each page. Spaces are provided for all answers. The forms provide side captions, column headings, and other information (such as account titles) that otherwise must be copied from the textbook. The selection of printed information included on the forms does not sacrifice the learning objectives of the exercises, problems, and cases. **Please note that twenty extra forms for journal entries are provided at the end of this book.**

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E1-1.

Abbreviation

Full Designation

- | | |
|-----------|-------|
| (1) CPA | _____ |
| (2) APB | _____ |
| (3) GAO | _____ |
| (4) AAA | _____ |
| (5) CMA | _____ |
| (6) AICPA | _____ |
| (7) SEC | _____ |
| (8) FASB | _____ |
| (9) ICC | _____ |
| (10) FEI | _____ |

E1-2.

- | | | |
|-----------|------------|------------|
| (1) _____ | (6) _____ | (11) _____ |
| (2) _____ | (7) _____ | (12) _____ |
| (3) _____ | (8) _____ | (13) _____ |
| (4) _____ | (9) _____ | (14) _____ |
| (5) _____ | (10) _____ | (15) _____ |

E1-3.

- a. _____

- b. _____

- c. _____

- d. _____

- e. _____

Name _____ Date _____ Course _____ Section _____

E1-4.

E1-5.

THE DROP-IN SHOP
Income Statement

Revenue from Sales:

Sales: Cash		
Total sales revenue		
Expenses:		
Total Expenses		
Income		

E1-6.

SUPER SERV COMPANY
Cash Flow from Operations

Req. a

Cash Inflows:		
Cash Outflows:		
Difference: Net increase (decrease) in cash		

Req. b

Req. c

Reconciliation with income:	
Income	
Noncash services	
Net increase (decrease) in cash	

Name _____ Date _____ Course _____ Section _____

E1-7.

DUSTY CORPORATION
Income Statement

Total revenues	
Less: Total expenses	
Pretax income	
Net income	

DUSTY CORPORATION
Balance Sheet

Assets:		
Cash		
Receivables from customers		
Total assets		
Liabilities:		
Payables to suppliers		
Total liabilities		
Stockholders' equity:		
Capital stock		
Total liabilities and stockholders' equity		

E1-8.

Req. a

CUTRATE BOOKSTORE
Balance Sheet

Assets			Liabilities		
Cash			Accounts payable		
Accounts Receivable			Notes payable		
			Interest payable		
Store and Office equipment			Total liabilities		
Less accumulated depreciation			Stockholders' Equity		
			Common stock		
			Contributed capital in excess of par		
			Total		
Total assets			Total liabilities and stockholders' equity		

Req. b

Req. c

E1-9.

BLUE MANUFACTURING CORPORATION
Statement of _____

<u>Sources of Cash (Inflows):</u>		
From operations:		
From cash revenues		
<u>Less: Cash used for expense</u>		
Cash inflow from operations		
From other sources:		
Sale of capital stock		

<u>Total sources of cash during the year (inflows)</u>		
<u>Uses of Cash (Outflows):</u>		
To purchase new machines		
To pay cash dividends		

<u>Total uses of cash during the year (outflows)</u>		
<u>Increase (decrease in cash during the year)</u>		

E1-10.

QUALITY REALTY, INCORPORATED
Income Statement

Revenue:		
Total revenues:		
Expenses:		
Salaries expense		
Commission expense		
Payroll tax expense		
Rent expense		
Utilities expense		
Total expenses		
Pretax income		
Net Income		

E1-11.

Req. a

<i>Cash</i>	<i>Cash Received for Assets</i>	<i>Balances Immediately after Sale</i>		
		<i>Assets</i>	<i>Liabilities</i>	<i>Stockholders' Equity</i>
A				
B				
C				

Req. b

<i>Cash</i>	<i>To Creditors</i>	<i>To Stockholders</i>	<i>Total</i>
A			
B			
C			

P1-2.

Name _____ Date _____ Course _____ Section _____

P1-3.

Req. a

Transaction	Req. a		Req. b—Explanation
	Income	Cash	
(1)			
(2)			
(3)			
(4)			
(5)			
(6)			
(7)			
Income (loss)			
Cash inflow (outflow)			

Name _____ Date _____ Course _____ Section _____

P1-4.

P1-5.

SURFIR REALTY COMPANY
Income Statement

Revenue:		
Commissions earned		
Total revenue		
Expenses:		
Salary Expense		
Commissions expense		
Payroll tax expense		
Office supplies expense		
Rent expense		
Utilities expense		
Promotion and advertising expense		
Miscellaneous expenses		
Total expenses		
Pretax income		
Income tax expense		
Net income		

P1-6.

Req. a

SALT LAKE COMPANY
Income Statement

Total sales revenue		
Total expense		
Pretax income		
Income tax expense		
Net income		

Req. b

SALT LAKE COMPANY
Balance Sheet

Assets:			
Cash			
Receivables from customers			
Inventory of merchandise			
Total Assets			
Liabilities:			
Salary payable			
Income tax payable			
Total Liabilities			
Stockholders' equity:			
Total stockholders' equity			
Total liabilities and stockholders' equity			