**FUNDAMENTAL ACCOUNTING**

**(100)**

**REGIONAL – 2020**

**CONCEPT KNOWLEDGE:**

Multiple Choice (30 @ 2 points each) (60 points)

True/False (20 @ 1 point each) (20 points)

**APPLICATION KNOWLEDGE:**

Short Answer Problems (7 @ 5 points each) (35 points)

Job 1: Accounting Classification (60 @ 1 point each) (60 points)

Job 2: Journalizing Transactions (37 @ 1 point each) (39 points)

Job 3: Income Statement (24 @ 1 point each) (24 points)

***TOTAL POINTS (238 points)***

**Failure to adhere to any of the following rules will result in disqualification:**

1. **Contestant must hand in this test booklet and all printouts. Failure to do so will result in disqualification.**
2. **No equipment, supplies, or materials other than those specified for this event are allowed in the testing area. No previous BPA tests and/or sample tests or facsimile (handwritten, photocopied, or keyed) are allowed in the testing area.**
3. **Electronic devices will be monitored according to ACT standards.**

No more than ten (10) minutes orientation

No more than (90) minutes testing time

No more than ten (10) minutes wrap-up

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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 90 minutes to complete your work. The test is divided into two parts: concept knowledge and application of knowledge.

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.

Assumptions to make when taking this assessment:

* Round all calculations at the final step to two decimals.
* Use 360 days for interest calculations.

|  |  |  |  |
| --- | --- | --- | --- |
| 1. | **A** | 16. | **D** |
| 2. | **D** | 17. | **A** |
| 3. | **B** | 18. | **B** |
| 4. | **C** | 19. | **C** |
| 5. | **B** | 20. | **B** |
| 6. | **C** | 21. | **B** |
| 7. | **A** | 22. | **B** |
| 8. | **D** | 23. | **A** |
| 9. | **B** | 24. | **B** |
| 10. | **C** | 25. | **C** |
| 11. | **B** | 26. | **A** |
| 12. | **B** | 27. | **A** |
| 13. | **C** | 28. | **C** |
| 14. | **A** | 29. | **D** |
| 15. | **C** | 30. | **C** |

**TRUE/FALSE**

|  |  |  |  |
| --- | --- | --- | --- |
| 31. | **F** | 41. | **F** |
| 32. | **T** | 42. | **F** |
| 33. | **T** | 43. | **T** |
| 34. | **F** | 44. | **T** |
| 35. | **F** | 45. | **F** |
| 36. | **T** | 46. | **T** |
| 37. | **F** | 47. | **T** |
| 38. | **T** | 48. | **F** |
| 39. | **F** | 49. | **T** |
| 40. | **T** | 50. | **F** |

**SHORT ANSWER PROBLEMS—*each worth 5 points***

1. **$15,210**

2. **$60,650**

3. **$29,700**

4. **a. $10,663.20**

**b. $1,322.24**

5. **a. Profit**

**b. $3,400**

**JOB 1 - ACCOUNT CLASSIFICATION—*Each worth 1 point, total points 60***

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Account**  **Name** | **Classification** | **Normal**  **Balance** | **Permanent/**  **Temporary** | **Financial**  **Statements** |
| **Accounts Receivable** | **A** | **DR** | **P** | **BS** |
| **Petty Cash** | **A** | **DR** | **P** | **BS** |
| **Rental Fees** | **R** | **CR** | **T** | **IS** |
| **Accounts Payable** | **L** | **CR** | **P** | **BS** |
| **J. Stall Drawing** | **OE** | **DR** | **T** | **N OR BS** |
| **Salary Expense** | **E** | **DR** | **T** | **IS** |
| **Income Summary** | **OE** | **N** | **T** | **N** |
| **J. Stall, Capital** | **OE** | **CR** | **P** | **BS** |
| **Supplies** | **A** | **DR** | **P** | **BS** |
| **Mortgage Payable** | **L** | **CR** | **P** | **BS** |
| **Prepaid Insurance** | **A** | **DR** | **P** | **BS** |
| **Buildings** | **A** | **DR** | **P** | **BS** |
| **Advertising Expense** | **E** | **DR** | **T** | **IS** |
| **Office Equipment** | **A** | **DR** | **P** | **BS** |
| **Cash** | **A** | **DR** | **P** | **BS** |

**JOB 2– JOURNALIZING TRANSACTIONS—*1 point each account number, total 39 points***

|  |  |  |
| --- | --- | --- |
| Feb 1 | **110** | **310** |
| Feb 2 | **540** | **110** |
| Feb 4 | **160** | **110** |
| Feb 5 | **130** | **410** |
| Feb. 7 | **150** | **110, 210** |
| Feb. 9 | **120** | **110** |
| Feb. 14 | **210** | **110** |
| Feb. 15 | **320** | **110** |
| Feb. 18 | **140, 110** | **410** |
| Feb. 20 | **550** | **110** |
| Feb. 23 | **580** | **110** |
| Feb. 24 | **110** | **410** |
| Feb. 25 | **220** | **110** |
| Feb. 26 | **150** | **570** |
| Feb. 27 | **110** | **130** |
| Feb. 27 | **320** | **150** |
| Feb. 28 | **150, 530, 510, 520** | **110** |

**JOB 3—INCOME STATEMENT– 1 point for each, *24 total points***

|  |  |  |  |
| --- | --- | --- | --- |
| **Archer Compnay** | | | |
| **Income Statement** | | | |
| **For year ended, December 31, 2019** | | | |
|  |  |  | % of Sales |
| **Revenue:** |  |  |  |
| **Delivery Fees** |  | **42,600** | **100** |
| **Expenses:** |  |  |  |
| **Depreciation Expense** | **4,100** |  |  |
| **Miscellaneous Expense** | **1,275** |  |  |
| **Rent Expense** | **9,100** |  |  |
| **Utilities Expense** | **5,275** |  |  |
| **Wages Expense** | **10,800** |  |  |
| **Total Expenses** |  | **30,550** | **71.7** |
| **Net Income/Profit** |  | **12,050** | **28.3** |
|  |  |  |  |