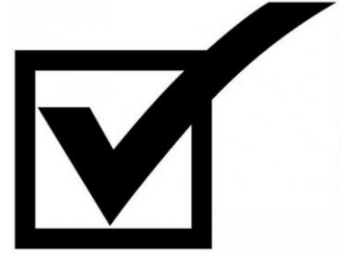


**BUSINESS  
PROFESSIONALS**  
of **AMERICA**  
Giving Purpose to Potential



# ADVANCED ACCOUNTING (110)

## REGIONAL 2023

### CONCEPT KNOWLEDGE:

Multiple Choice (25 @ 2 points each) \_\_\_\_\_ (50 points)

### APPLICATION KNOWLEDGE:

Account Identification (10 @ 3 points each) \_\_\_\_\_ (30 points)

Short Answer (13 @ 3 points each) \_\_\_\_\_ (39 points)

Job 1 – Depreciation \_\_\_\_\_ (36 points)

Job 2 – Net Income Effects \_\_\_\_\_ (40 points)

***TOTAL POINTS*** \_\_\_\_\_ ***(195 points)***

**Test Time: 90 minutes**

**GENERAL GUIDELINES:**

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

1. Member must hand in this test booklet and all printouts if any. 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 (handwritten, photocopied, or keyed) are allowed in the testing area.
3. Electronic devices will be monitored according to ACT standards.

**EXAM GUIDELINES:**

You have been hired as a Financial Assistant and will be keeping the accounting records for Digital Solutions, located at 700 Morse Road, Suite 201, Columbus, Ohio 43214. Digital Solutions provides accounting and other financial services for clients. You will complete jobs for Digital Solutions' 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 knowledge.

Your name and/or school name should *not* appear on any work you submit for grading. Write your Member ID 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 to two decimal places at the final step.
- Round all percentages to one decimal place.
- Use 360 days for interest calculations.

**Multiple Choice – 2 points each; 50 points total**

1.	<b>D</b>	16.	<b>A</b>
2.	<b>D</b>	17.	<b>B</b>
3.	<b>A</b>	18.	<b>A</b>
4.	<b>C</b>	19.	<b>B</b>
5.	<b>A</b>	20.	<b>D</b>
6.	<b>B</b>	21.	<b>B</b>
7.	<b>D</b>	22.	<b>C</b>
8.	<b>C</b>	23.	<b>D</b>
9.	<b>C</b>	24.	<b>A</b>
10.	<b>B</b>	25.	<b>B</b>
11.	<b>C</b>		
12.	<b>B</b>		
13.	<b>B</b>		
14.	<b>D</b>		
15.	<b>C</b>		

**Account Identification – 1 point each, 30 points total**

<b>Account Name</b>	<b>Classification (A, L, SE, R, CM, E)</b>	<b>Financial Statement (IS, SOSE, BS, None)</b>	<b>Normal Balance (Dr, Cr, None)</b>
<b>Sales Returns</b>	<b>R</b>	<b>IS</b>	<b>Dr</b>
<b>Allowance for Doubtful Accounts</b>	<b>A</b>	<b>BS</b>	<b>Cr</b>
<b>Income Tax Payable</b>	<b>L</b>	<b>BS</b>	<b>Cr</b>
<b>Purchases</b>	<b>CM</b>	<b>IS</b>	<b>Dr</b>
<b>Income Summary</b>	<b>SE</b>	<b>None</b>	<b>None</b>
<b>Retained Earnings</b>	<b>SE</b>	<b>SOSE and BS</b>	<b>Cr</b>
<b>Prepaid Rent</b>	<b>A</b>	<b>BS</b>	<b>Dr</b>
<b>Insurance Expense</b>	<b>E</b>	<b>IS</b>	<b>Dr</b>
<b>Dividends</b>	<b>SE</b>	<b>SOSE (also accept SOSE and BS)</b>	<b>Dr</b>
<b>Fee</b>	<b>R</b>	<b>IS</b>	<b>Cr</b>

**Short Answer Problems – 3 points each, 39 total points**

1.    a. 14.98  
       b. 11.46  
       c. 2,376.44  
       d. Feb 8, 2023
2.    a. 39,098.00  
       b. 405.65  
       c. 921.65  
       d. Uncollectible Accounts Expense (or Bad Debts Expense, or Doubtful Accounts Expense  
       e. Allowance for Uncollectible Accounts (or Doubtful Accounts or Bad Debts)
3.    a. 5,617  
       b. 16,061  
       c. 367,634  
       d. 721,630

**Job 1 – Depreciation – 1 point per answer on table; 2 points per question – 36 Total points**

	Straight Line			Double-declining Balance		
	Annual Depreciation	Accumulated Depreciation	Ending Book Value	Annual Depreciation	Accumulated Depreciation	Ending Book Value
2023	775.00	775.00	12,825.00	1,700.00	1,700.00	11,900.00
2024	3,100.00	3,875.00	9,725.00	5,950.00	7,650.00	5,950.00
2025	3,100.00	6,975.00	6,625.00	2,975.00	10,625.00	2,975.00
2026	3,100.00	10,075.00	3,525.00	1,487.50	12,112.50	1,487.50
2027	2,325.00	12,400.00	1,200.00	287.50	12,400.00	1,200.00

**Questions:**

1. 12,825.00
2. 2,712.50
3. 13,600.00

**Job 2 – Effects on the Income Statement – 1 point per answer; 40 Total Points**

<b>Transaction Number</b>	<b>Effect on Net Income Increase, Decrease, None</b>	<b>Amount of Effect</b>
1	None	0
2	Decrease	1,000
3	Decrease	500
4	Decrease	1,525
5	Increase	1,650
6	Increase	250
7	Increase	325
8	None	0
9	None	0
10	None	0
11	Decrease	400
12	Decrease	26.67
13	None	0
14	Decrease	50
15	None	0
16	Increase	265
17	Decrease	310
18	None	0
19	Decrease	20
20	None	0