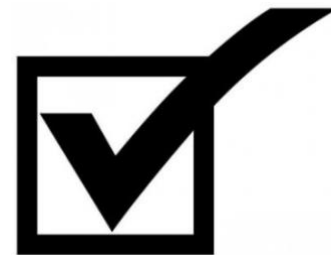




**BUSINESS
PROFESSIONALS**
of **AMERICA**
Giving Purpose to Potential



FUNDAMENTAL ACCOUNTING (100)

REGIONAL 2023

CONCEPT KNOWLEDGE:

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

APPLICATION KNOWLEDGE:

Account Identification (15 @ 3 points each) _____ (45 points)

Short Answer (15 @ 3 points each) _____ (45 points)

Job 1 – Net Income Effects (1 point each) _____ (40 points)

Job 2 - Income Statement _____ (37 points)

TOTAL POINTS _____ ***(227 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; 30 points total

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

Account Identification – 1 point each, 45 points total

Account Name	Classification	Normal Balance	Financial Statements
Accounts Receivable	A	Dr	B
Prepaid Advertising	A	Dr	B
Interest Income	R	Cr	I
Rent Expense	E	Dr	I
Sales Tax Payable	L	Cr	B
Freddie Gonzalez, Capital	OE	Cr	B
Sales	R	Cr	I
Insurance Expense	E	Dr	I
Freddie Gonzales, Drawing	OE	Dr	N or B
Petty Cash	A	Dr	B
Income Summary	OE	N	N
Land	A	Dr	B
Fees Revenue	R	Cr	I
Accounts Payable	L	Cr	B
Repair Expense	E	Dr	I

Short Answer Problems – 3 points each, 45 total points

1. a. 22,278
 b. 688
 c. 21,590
 d. 21,590
2. a. 755
 b. 755
 c. Supplies Expense
 d. Supplies
3. a. 5,617
 b. 236,880
 c. 9,021
4. a. 88,377
 b. 12,224
 c. Income Summary
 d. Katie Smithson, Capital; Graders, please accept just Capital as well.

Job 1 – Analyzing Transactions – 1 point each; 40 points total

Transaction Number	Effect on Net Income Increase, Decrease, None	Amount of Effect
1	None	0
2	Decrease	3,000
3	Decrease	350
4	Increase	810
5	Decrease	250
6	Increase	1,100
7	Decrease	275
8	None	0
9	Decrease	50
10	None	0
11	None	0
12	Decrease	200

13	Decrease	350
14	Increase	425
15	None	0
16	Increase	800
17	Decrease	310
18	None	0
19	Decrease	25
20	None	0

Job 2 – Income Statement – 3 points for heading; 1 point for each correct heading, account, amount, and percentage, except correct Net Income amount is 5 points; 1 point for correct lines; 37 total points

Smith Dog Boarding & Grooming			
Income Statement			
For Month Ended November 30, 2022			
			% of Sales
Revenue:			
Boarding Revenue	22,420		
Grooming Revenue	14,175		
Total Revenue		36,595	100.0
Expenses:			
Advertising Expense	1,200		
Insurance Expense	200		
Miscellaneous Expense	300		
Rent Expense	4,500		
Salaries Expense	15,240		
Supplies Expense	1,100		
Utilities Expense	3,200		
Total Expenses		25,740	70.3
Net Income		10,855	29.7