

**Assignment 107 - Quiz 10**

**Note:** While explanations are not necessary for all journal entries, the answers key may not always include it. You will lose points for failure to include explanations unless you are explicitly told NOT to include them.

- 1. B
- 2. A
- 3. C
- 4. B

**Problem (20 points)**

**Balance**

| BANK STATEMENT         |                 |                                       |                 |
|------------------------|-----------------|---------------------------------------|-----------------|
| Bank Reconciliation    |                 |                                       |                 |
| September 30           |                 |                                       |                 |
| Bank statement balance | \$ 1,200        | Bank balance of cash                  | \$ 1,000        |
| <b>add</b>             |                 | <b>add</b>                            |                 |
| Deposit in transit     | 1,000           | Payments of notes less collection fee | (200)           |
| Bank error             | (200)           |                                       |                 |
|                        | <b>\$ 2,000</b> |                                       | <b>\$ 1,800</b> |
| <b>deduct</b>          |                 | <b>deduct</b>                         |                 |
| Outstanding checks     | (200)           | NSF check (previously rec.)           | (50)            |
|                        |                 | Bank service charge                   | (50)            |
| Reconciling items      | <b>(200)</b>    | Reconciling items                     | <b>(200)</b>    |