

Bookkeeping Basics: Hampton Book Store Practice Set  
Quiz #6 – Section 7: End of the Month

All of these questions refer to your work papers after you have completed Section 7 which covers all the activities for End of the Month...

1. How many accounts were actually used in the Adjusting Entries?
  - a. 4
  - b. 10 – Correct
  - c. 8
  - d. 9

Prepaid Insurance, Inventory Asset, Accumulated Depreciation-Equipment, Payroll Payable, COGS, Depreciation Expense, Insurance Expense-Fire, Insurance Expense-Liability, Payroll Expense, and Misc Expense
2. True or False: The total amount of debits/credits in the “Adjustments” section of the Worksheet is \$12,822.82?
  - a. True – Correct
  - b. False
3. True or False: The total amount of debits/credits in the “Post-Adjustments T/B” section of the Worksheet is \$226,298.70?
  - a. True – Correct
  - b. False
4. The final Inventory Asset balance in the last section of the Worksheet is...?
  - a. \$30,676.24 credit
  - b. \$6,848.64 credit
  - c. \$6,848.64 debit – Correct
  - d. \$30,676.24 debit

\$18,762.44 debit reduced by a \$11,913.80 credit leaves a debit balance.
5. How many accounts from the Chart of Accounts have no balance at this step?
  - a. 4 – Correct
  - b. 3
  - c. 0
  - d. 2

Cash Drawer, Prepaid Insurance, Sales Tax Payable, and Income Summary