

Bookkeeping Basics: Hampton Book Store Practice Set
Quiz #7 – Section 8: End of the Year

All of these questions refer to your work papers after you have completed Section 8 which covers all the activities for End of the Year...

1. How many income accounts were closed to the Income Summary?
 - a. 5
 - b. 6 - Correct
 - c. 8
 - d. 9

Book Sales Income, Giftware Sales Income, Keyboarding Sales Income, Supplies Sales Income, Returned Check Fee Income, and Sales Discounts
2. True or False: In the second Closing Entry, the Income Summary account is credited by \$133,653.41.
 - a. True
 - b. False - Correct

It is debited by that amount, not credited.
3. True or False: In the third Closing Entry, the owner's Capital, Owner account is credited by \$34,708.82.
 - a. True - Correct
 - b. False
4. As of the end of the Closing process, how many T-accounts still have a balance?
 - a. 4
 - b. 7
 - c. 10
 - d. 8 - Correct

Checking, Accounts Receivable, Inventory Asset, Store Equipment, Accumulated Depreciation-Equipment, Accounts Payable, Payroll Payable, Capital-Owner
5. What is the final Total Assets balance at the end of the year?
 - a. \$58,571.31 - Correct
 - b. \$70,816.33
 - c. \$64,693.82
 - d. \$59,816.33