

Assessment Schedule – 2018**Accounting: Prepare financial information for an entity that operates accounting subsystems (91176)****Marker Codes****General Journal entries**

- P** Journal entry is correct for Ps/Pm/Pc but has incorrect figures
- Ps/Pm/Pc** Journal entry has correct stems, from trial balance where relevant, correctly debited/credited and correct figures for both the debit and credit entries

General Ledger entries

- Ps/Pm/Pc** Entry line has appropriate stem, correct figure, correct debit or credit column, correct balancing procedure, including balance indicator

For balance marks: Balance stem can be Opening Balance and figure can be in correct debit / credit column as well as balance column with correct indicator, but other stems are not acceptable

- Psf** Correct entry to close the ledger account based on follow through from previous balance figure

Financial Statement entries

- P** Item with no balance-day adjustment, stem from trial balance, correct figure, correctly classified, correctly treated
- Ps/Pm/Pc** Correct stem, from trial balance where relevant, correct figure, correctly classified, correctly treated
- F** **Foreign item** – Item in the wrong financial statement
- FP** **Fit for purpose** – See notes on individual judgement statements
- Ft** **Follow through**

Achievement A3 only: Where the candidate has insufficient grades for Achievement, incorrect entries in the financial statement extracts that would be correct if the figures were correct are counted as **P^A**, provided the question has been awarded at least two **Ps/Pm/Pc** grades.

Evidence**QUESTION ONE**

(a)

Note: Alternative stems, except as indicated in brackets, are not acceptable for these two general journal entries as the figures were provided.

Awa Motel General Journal				
31/03/18	Prepayment (Prepaid expense / rates / insurance)	1 500		Ps
	Insurance and rates		1 500	
	<i>Insurance and rates paid in advance</i>			

Awa Motel General Journal				
31/03/18	Income summary (or other reference to the income statement)	9 800		Ps
	Interest expense		9 800	
	<i>Closing entry</i>			

(b)

Motel electricity						
31/03/18	Balance			14 800	Dr	P
	Accounts payable*	2 000		16 800	Dr	Pm
	Income summary		16 800	0		Psf

* Not Accounts receivable or accrued expense or bank

Note: Can be separated as follows: Accounts payable \$2 300 in debit followed by GST \$300 in credit, but must have both to award the grade.

(c)

Awa Motel Income Statement (extract) for the year ended 31 March 2018

Revenue			
Motel room sales	275 000		Pc
Other income			
Gain on sale beds	300		P
		275 300	
Less motel operating expenses			
Cleaners' wages	37 200		P
Cleaning supplies used	12 700		P
Depreciation furniture and fittings	14 000		Ps
Depreciation laundry equipment	7 200		Pc
Internet expense	22 700		P
Motel electricity	16 800		Pc
Motel maintenance	17 300		P
Receptionist wages	15 800		Pc
Total expenses		143 700	
Profit from motel room sales		131 600	Pm*

Pm* Profit calculation does not include any items (including gross profit, but ignoring dividends received, office expenses, insurance and rates) that should not be in the statement, **plus** at least one income item and five expense items are included – classifications of expenses such as administrative can be ignored for awarding the profit grade.

Notes

Receptionist can be Reception but **no follow through** on the figure

Depreciation – furniture and fittings can be just furniture or just fittings with depreciation

Depreciation – laundry equipment must have laundry with depreciation

Classifications included:

- Any expense, even if a motel operating expense, classified as Administrative or Finance is marked incorrect.
- Motel operating expenses classified under Distribution can be marked correct. Incorrectly classified items that would otherwise be correct can be awarded **PA**.

N1	N2	A3	A4	M5	M6	E7	E8
5 grades Can include P^A	6 grades Can include P^A	8 grades OR 2 P_s / P_m / P_c grades plus 6 grades including P^A	9 grades Max 1 F	11 grades Max 1 F	12 grades No F	14 grades No F FP	16 grades No F FP

N0 = No response; no relevant evidence.

FP = No breakfast sales/cost of goods sold, bad debts, doubtful debts, interest expense or foreign item. Ignore classification headings if included.

Question TWO

(a)

31/03/18	Accounts receivable	1 150		P + P_c
	GST		150	
	Breakfast sales		1 000	
	<i>Invoices on hand for breakfast sales</i>			

Note: Stems must be correct – no alternatives for this journal entry.

(b)

Cost of breakfast supplies sold							
31/03/18	Balance			18 000	Dr		
	Inventory – (breakfast supplies)	500		18 500	Dr	P_m	
	Income summary		18 500	0	Dr	P_{sf}	
Inventory – breakfast supplies							
31/03/18	Balance			3 200	Dr		
	Cost of breakfast supplies sold		500	2 700	Dr	P_m	
	Balance grade: Both opening balances correctly entered, inventory not closed						P*

Cost of breakfast supplies sold can be abbreviated or changed to cost of goods sold.

Stems cannot be the account name e.g. Inventory in the Inventory account.

(c)

Awa Motel Notes to the financial statements

1. Accounts receivable

Accounts receivable	10 000	P_c
Less Allowance for doubtful debts	-200	P_m
	9 800	

Note: Not Opening Accounts receivable or Balance or Opening balance on first line but ignore when awarding **FP**.

2. Property, plant and equipment (extract)

	Furniture and Fittings	
For the year ended 31 March 2018		
Opening carrying amount	107 700	P
Additions	12 000	Pm
Disposals	(1 700)	Ps
Depreciation	(14 000)	Ps
Closing carrying amount	104 000	
As at 31 March 2018		
Cost (no other stem)	140 000	P
Accumulated Depreciation	(36 000)	Ps
Closing carrying amount	104 000	Pc*

Pc* = Award only for TWO equal carrying amounts correctly labelled

Note: Treatment of items **must be clear**. Closing carrying amount can be just Carrying amount or Total carrying amount

Investment Asset

Shares in <i>Mercury Ltd</i> have a current market value, considered to be fair value of \$15 840.	P*
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Award **P*** for reference to all three of shares, fair value, \$15 840 e.g. Shares... current fair value \$15 840

The date 31 March 2018 can replace current.

N1	N2	A3	A4	M5	M6	E7	E8
5 grades Can include P^A	6 grades Can include P^A	8 grades OR 2 Ps/Pm / Pc grades plus 6 grades including P^A	9 grades Max 1 F	10 grades Max 1 F	12 grades No F	14 grades No F FP	16 grades No F FP

N0 = No response; no relevant evidence.

FP = Carrying amount necessary to report in Statement of Financial Position is shown for both Accounts Receivable and PPE.

QUESTION THREE

(a)

31/03/18	Receptionist wages	600		P + Pc
	Accrued expense (Accrued wages / Wages owing)		600	
	<i>Receptionist wages owing</i>			

Stems must be correct.

Wages must include Receptionist.

Accounts payable is not acceptable for Accrued expense.

(b)

Accounts Payable						
31/03/18	Balance			4 200	Cr	
	Electricity + GST		2 300	6 500	Cr	Pm

Note: Electricity \$2 000 and GST \$300 on separate lines, provided both credit and both present, acceptable for one grade.

Receptionist Wages						
31/03/18	Balance			15 200	Dr	
	Accrued expense	600		15 800	Dr	Pcf
	Income summary		15 800	0		Psf
Balance grade: Both opening balances correctly entered, accounts payable not closed and does not include other items.						P*

Pcf = Follow through figure only if **P** awarded in (a).

Accrued expense stem cannot be Accrued income or Accounts payable.

(c)

Awa Motel Statement of Financial Position (extract) as at 31 March 2018

	\$	\$	
Current liabilities			
Accounts payable	6 500		Pmf
GST	3 100		Pc
Accrued expenses	600		Pcf
Income in advance	25 000		Pm
Loan (6 months)	8 000		Ps
Total current liabilities		43 200	Pt

Pt = Total current liabilities awarded if FOUR or FIVE current liabilities included, with no other items.

Pmf = Follow through figure only if Accounts payable balance is based on an incorrect figure that was treated correctly in the Accounts payable account.

Pcf = Follow through figure only if **P** awarded for (a).

(d)

Workings		Notes:		Correct: 3 grades
Balance start	6 500	Ft possible		OR 2 grades for four items labelled with correct figure and correct treatment
Electricity invoice	2 645	7 205 = 3		
Washing machine	3 410	6 055 = 2		OR 1 grade for three items labelled with correct figure and correct treatment.
Motel supplies	1 150	4 560 = 2		
Credit note motel supplies	(200)	3 795 = 2		
Balance at end	(6 000)			
Cash paid	7 505			
				Cash paid to Accounts payable \$7 505

Note: Grades are not awarded if working is not labelled. For combined numbers of invoices, label must be invoice or purchase or other clear indicator of a credit purchase.

Except:

- Correct cash paid \$7 505, automatically 3 grades
- Cash paid \$8 005, automatically 2 grades.

N1	N2	A3	A4	M5	M6	E7	E8
3 grades Can include P^A	4 grades Can include P^A	6 grades OR 2 Ps/Pm/Pc grades plus 6 grades including P^A	8 grades Max 1 F	10 grades Max 1 F	11 grades No F	13 grades No F FP	14 grades No F FP

N0 = No response; no relevant evidence.

FP = Current liabilities total ONLY includes current liabilities.

Cut scores

Not Achieved	Achievement	Achievement with Merit	Achievement with Excellence
0 – 7	8 – 14	15 – 20	21 – 24