

Assessment Schedule – 2020

Accounting: Prepare financial information for an entity that operates accounting subsystems (91176)

Marker codes

General Journal and General Ledger entries

Ps/Pm/Pc **General Journal** one grade for the entire journal entry correct including correct stems, which must be account names from trial balance where relevant, plus correct figures for both the debit and credit entries.

General Ledger appropriate stem, correct figure, correct debit or credit column, correct balancing procedure including balance indicator. Appropriate stems include contra account names or appropriate descriptions such as write down inventory. Appropriate stems do not include the name of the general ledger account itself or a clearly wrong contra reference such as accounts receivable when the contra is to accounts payable. Any general ledger entry with no balance indicator, except a closing entry, is marked incorrect.

Financial Statement entries

P Item with no balance-day adjustment, account name from trial balance, correct figure, correctly classified.

Ps/Pm/Pc Correct figure, correct stem / account name from the trial balance where relevant, correctly classified.

F **Foreign item** – Statement of Financial Position item included in the Income Statement and vice versa.

FP **Fit for purpose** – the financial statement or financial statement extract is fit for purpose as explained with each question..

Achievement A3 only

Where the candidate has insufficient grades for Achievement, incorrect entries in the financial statement or financial statement extracts that would be correct if the figures were correct are counted as **PA**, provided the question has been awarded at least two Ps/Pm/Pc grades. **PA** grades are not awarded for accounting entries in the general journal or general ledger.

Evidence

QUESTION ONE

(a)

31/03/20	Income summary or sales	5 000		Ps
	Sales returns		5 000	
	<i>Record sales returns</i>			

(b)

Cost of goods sold						
31/03/20	Balance			364 000	Dr	P
	Inventory	3 500		367 500	Dr	Pc
	Income summary		367 500	0		Pm

Accountancy fees						
31/03/20	Balance			7 800	Dr	P
	Accounts payable*	3 000		10 800	Dr	Pc
	Income summary		10 800	0		Pm

* Accounts payable cannot be accrued expense or accounts receivable.

The \$3,000 can be split for one grade – 3,450 in debit and 450 in credit to reach 10,800 Dr.

In both accounts income summary cannot be capital.

(c)

Unisportz Income Statement (extract) for the year ended 31 March 2020			
Other income			
Printing income		142 500	Two grades Pc Ps#
Less Expenses			
Distribution and printing costs			
Depreciation on printing equipment	32 600		Pm
Depreciation on warehouse fittings	13 000		Pc
Phone and internet	6 300		Pm*
Printing expenses	23 700		Ps
Wages	71 800		Pc
Warehouse expenses	31 200		P
Website expenses	15 600		P
Total distribution and printing costs		194 200	Ps*

Ps# Only item in other income is printing income.

Ps* Distribution and printing costs include ALL seven of the correct expenses and NO incorrect expense(s).
Note can award **PA** for four correct expenses

Pm* Phone and internet \$9 000 means **Ps*** cannot be awarded, as an administration expense has been included.

F Foreign item – item included from the Statement of Financial Position.

FP Fit for purpose – Both **Ps#** plus **Ps*** awarded.

17 grades total.

N1	N2	A3	A4	M5	M6	E7	E8
5 grades Can include PA .	7 grades Can include PA .	8 grades OR 2 Ps/Pm/Pc grades plus 6 grades including PA .	11 grades Max 1 F .	14 grades Max 1 F .	15 grades No F .	16 grades No F FP = both Ps# and Ps* awarded.	17 grades No F FP = both Ps# and Ps* awarded.

N0 = No response; no relevant evidence.

QUESTION TWO

(a)

31/03/20	Prepayment	4 200		Ps
	Printing expenses		4 200	
	<i>To record printing expenses paid in advance</i>			
31/03/20	Wages	1 400		Pc
	Accrued expense#		1 400	
	<i>To record wages owing</i>			

Accrued expense cannot be Accounts payable or Accrued income

(b)

Inventory						
31/03/20	Balance			42 000	Dr	P*
	Cost of goods sold		3 500	38 500	Dr	Pc

P* is NOT awarded if the inventory account is closed or has additional entries.

(c)

Unisportz Notes to the financial statements

1. Accounts receivable

Accounts receivable#	8 000	Pm
Less Allowance for doubtful debts	(200)	Pc
	7 800	Ps*

Ps* Correct process, no stem, figures may be incorrect, must not include other items such as bad debts / doubtful debts.

Notes

#Accounts receivable stem cannot include the word Opening.

No stem for 7 800 means all of the following are incorrect: net realisable value, accounts receivable, closing balance, closing accounts receivable, total. Adding a stem negates the process grade. The 7 800 is not a closing balance or a total.

(d)

Unisportz Statement of Financial Position as at 31 March 2020				
Current assets				
Accounts receivable	7 800			Ps ft
Inventory	38 500			Pc ft
Prepayment	4 200	50 500		Ps ft
Non-current assets				
Property, plant and equipment		229 400		P
Total assets			279 900	
Less				
Current liabilities				
Bank#	1 900			P
Accounts payable	11 050			Pm
GST	7 150			Pc
Accrued expense	1 400			Pc ft
Income in advance	5 000	26 500		Pc
Non-current liability				
Loan (due 2026)		45 000		P
Total liabilities			71 500	
(Net assets)			208 400	Ps#
Equity				
(Opening) Capital			177 000	P
Profit (for the year)			78 400	Pm
Drawings			- 47 000	P
(Closing equity / capital)			208 400	Pm#

Ps# A correct process to determine net assets has been used; at least two current assets and four current liabilities are included, along with non-current assets and non-current liabilities. No misclassified or additional items included except bank as explained. For example income in advance in CA removes **Ps#**. Accounts receivable \$8 000 (wrong) and Allowance for doubtful debts (200) in CL removes **Ps#**.

Pm# Correct figure (label not needed). If label is provided it needs to be correct.

General notes

Text in brackets not required.

#Bank – this is acceptable in Current assets if it is reported and treated as (1,900).

Income summary is not an acceptable alternative for profit

Follow through (Ft) notes

Ft – Ft does not apply to correct figures in the Statement of Financial Position. Correct figures, with correct stem and classification are marked correct without reference to page 4.

For incorrect figures, follow through from page 4 is ONLY awarded when **Ps/m/c** would have been awarded if the figures were correct in the relevant entries. For example, a debit to wages and credit to accrued expense with \$700 does not get the entry grade on page 4, but will receive an **Ft** grade on page 5 for accrued expense \$700 classified as current liabilities.

For accounts receivable **Ft** the candidate needs to have been awarded **Ps***.

For inventory, **Ft** cannot be awarded if the inventory account is closed or the entry increases inventory above \$42 000.

F Foreign item – an item from the income statement

FP Fit for purpose based on the award of **Ps***, **Ps#** and **Pm#** as indicated for E7 and E8.

N1	N2	A3	A4	M5	M6	E7	E8
7 grades Can include PA	9 grades Can include PA	10 grades OR 2 Ps/Pm/Pc grades plus 8 grades including PA	13 grades Max 1 F	16 grades Max 1 F	18 grades No F	20 grades No F FP Two from Ps* , Ps# and Pm#	21 grades No F FP Ps* plus Ps# plus Pm#

N0 = No response; no relevant evidence.

QUESTION THREE

(a)

Accounts receivable						
31/03/20	Balance			9 150	Dr	P
	Bad debts (plus GST)		1 150	8 000	Dr	Ps

Accounts payable						
31/03/20	Balance			7 600	Cr	P
	Accountancy fee (plus GST)		3 450	11 050	Cr	Ps

Note: **P** for each balance is not awarded in either account if the account is closed or the account has additional entries. This does not include separating out the GST components of the credit entries, so each account has two credit entries which in total are correct (marked as one **Ps** grade).

(b)

Cash received from accounts receivable		Cash paid to accounts payable	
Opening balance (ft)	8 000	Opening balance (ft)	11 050
Invoices / sales	12 700	Invoices / purchases	14 000
Credit notes / sales rets	(800)	Credit notes / purch rets	(1 350)
Closing balance	(9 500)	Closing balance	(10 200)
Cash	10 400	Cash	13 500
Cash received from accounts receivable		Cash paid to accounts payable	
\$10 400		\$13 500	

Each correct cash figure gains 2 **Pc** grades

1 **Pc** grade if three correctly labelled items correctly treated.

Incorrect figures receive no grades if the working does not include labels.

Labels in working can be abbreviated but it must be clear what the label is referring to.

Working can be in the form of three column or T form ledger accounts.

(c)

Unisportz Cash Flow Statement for the month ended 30 April 2020			
Cash receipts			
(Cash) sales	45 800		P
Accounts receivable / (cash from) customers	10 400		Pf
(Sale of) warehouse fittings	1 700		Pm
Total cash receipts		57 900	
Less			
Cash payments			
(Cash) purchases	11 400		P
Accounts payable / (cash paid to) suppliers	13 500		Pf
Expenses	7 250		P
Wages	6 100		P
Drawings	3 800		P
(Deposit on) warehouse fittings	8 000		Pm
GST#	7 150		P
Total cash payments		57 200	
Net increase (decrease) in cash		700	P*
Add bank balance at 1 April 2020		(1 900)	
Bank balance at 30 April 2020		(1 200)	

Can include IRD but must include GST

Text in brackets is not required.

All stems must have the “what for”. “How” should not be included. A description as indicated by text in brackets is acceptable.

P* Correct process – only awarded if ALL receipts (3) and payments (7) items are included under correct headings and the process, subtracting the 1 900 overdraft from the net increase / decrease in cash, is correct.

FP Statement does not include the “how” – direct credit, direct debit, EFTPOS, online payment.

F Foreign items invoices, credit notes, \$32 000 or \$40 000 for warehouse fittings.

N1	N2	A3	A4	M5	M6	E7	E8
5 grades Can include P^A .	7 grades Can include P^A .	9 grades OR 2 Ps/Pm/Pc grades plus 7 grades including P^A .	12 grades Max 1 F .	15 grades Max 1 F .	16 grades No F .	17 grades No F Includes P* FP	19 grades No F FP

N0 = No response; no relevant evidence.

Cut Scores

Not Achieved	Achievement	Achievement with Merit	Achievement with Excellence
0 – 7	8 – 13	14 – 20	21 – 24