

91176R



Mana Tohu Mātauranga o Aotearoa
New Zealand Qualifications Authority

Level 2 Accounting 2023

91176 Prepare financial information for an entity that operates accounting subsystems

Credits: Five

RESOURCE BOOKLET

Refer to this booklet to answer the questions for Accounting 91176.

Check that this booklet has pages 2–4 in the correct order and that none of these pages is blank.

YOU MAY KEEP THIS BOOKLET AT THE END OF THE EXAMINATION.

RESOURCE A

The following trial balance and additional information relate to *Repair IT* for the year ended 31 March 2023.

***Repair IT* Trial Balance as at 31 March 2023**

	\$		\$
Accounts receivable	4 980	Accounts payable	1 790
Advertising	800	Accumulated depreciation – repair equipment	4 600
Bad debts	480		
Bank	2 160	Allowance for doubtful debts	130
Depreciation – repair equipment	100	Capital	51 300
Drawings	70 000	GST payable	2 580
Insurance	12 000	Loan (9.5% p.a. due 2029)	8 800
Interest on loan	700	Repair fees received	192 900
Internet and telephone	2 200		
Loss on disposal – repair equipment	240		
Office electricity	580		
Office equipment	3 400		
Office salary	12 000		
Office supplies used	1 500		
Other repair costs	8 320		
Rent	16 000		
Repair electricity	2 100		
Repair equipment	23 100		
Repair supplies on hand	3 040		
Repair supplies used	33 400		
Repair wages	65 000		
	262 100		262 100

Additional information on balance day

- Repair wages owing: \$3 000.
- Insurance paid in advance: \$1 240 excluding GST.
- Repair fees received in advance: \$7 820 including GST.
- Interest on loan is owing.
- Rent is split 80% repair costs and 20% office.
- An invoice on hand for advertising is yet to be recorded. The invoice totals \$621 including GST.
- Invoices issued for repair fees received on 31 March 2023 and not yet recorded: \$3 772 including GST.
- Further bad debts to be written off: \$989 including GST.
- The allowance for doubtful debts to be 2.5% p.a. Round to the nearest whole number.
- Depreciation on repair equipment 15% p.a. diminishing value method. The depreciation already in the trial balance is the depreciation accounted for at the time of the repair equipment disposal.
- Depreciation on office equipment 24% p.a. straight line method. The equipment was purchased on 1 January 2023. Part-year depreciation for three months is to be recorded.

Additional information that occurred during the year

- *Repair IT* purchased office equipment on 1 January 2023: \$3 910 including GST. Before this there was no office equipment.
- *Repair IT* sold unused repair equipment for \$368 including GST. The equipment was originally purchased for \$1 265 including GST and had a carrying amount of \$560.

RESOURCE B

The following information relates to *Repair IT* for June 2023.

Account balances	1 June 2023 \$	30 June 2023 \$
Accounts receivable	5 100	4 380
Accounts payable	1 820	2 100

Transactions in June (extract)	Bank Statement information
<ul style="list-style-type: none"> • Invoices received from suppliers: \$1 449 • Invoices issued to credit customers: \$7 360 • Interest charged on overdue customer account: \$45 • Credit note received: \$140 • A credit customer was written off: \$230 • Invoices received for freight charged by suppliers: \$260 • Ricki personally invested office equipment: \$600 • Discount received for early payment of invoices \$110 • Depreciation on office equipment: \$190 • Discount allowed to credit customers: \$180 	<ul style="list-style-type: none"> • Bank transfer for wages: \$6 200 • EFTPOS totals for cash customers: \$12 300 • Cash banked from cash customers: \$1 100 • Internet transfer for drawings: \$6 000 • Internet payments for repair supplies: \$760 • Direct debits for various expenses: \$5 400 • Loan automatic payments: \$1 680 • Capital introduced: \$20 000 • Advertising campaign internet payment: \$800