**Chapter 8 Exercises**

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EXERCISE 8-9

(a) Cash balance per bank statement $3,560.20

Add: Deposits in transit 530.00

 4,090.20

Less: Outstanding checks 730.00

Adjusted cash balance per bank $3,360.20

Cash balance per books $3,875.20

Less: NSF check $490.00

Bank service charge 25.00 515.00

Adjusted cash balance per books $3,360.20

(b) Accounts Receivable 490.00

Cash 490.00

Miscellaneous Expense  25.00

Cash  25.00



EXERCISE 8-10

The outstanding checks are as follows:

|  |  |  |  |
| --- | --- | --- | --- |
| No. |  |  | Amount |
|  |  |  |  |
| 255  260  264 |  | Total | $  620     890     560  $2,070 |





EXERCISE 8-11

(a) CRANE VIDEO COMPANY

Bank Reconciliation

July 31

Cash balance per bank statement $7,263

Add: Deposits in transit 1,300

 8,563

Less: Outstanding checks 591

Adjusted cash balance per bank $7,972

Cash balance per books $7,284

Add: Collection of note receivable

($700 plus accrued interest $36,

less collection fee $20) 716

 8,000

Less: Bank service charge 28

Adjusted cash balance per books $7,972

(b) July 31 Cash 716

Miscellaneous Expense  20

Notes Receivable 700

Interest Revenue  36

31 Miscellaneous Expense  28

Cash  28