

2. Award: 15.00 points

FloorCo, Inc. has provided data from its previous year of operations. The Controller has asked you to prepare the Operating Activities Section of the Statement of Cash Flows. Use the information included in the Excel Simulation and the Excel functions described below to complete the task.

- **Cell Reference:** Allows you to refer to data from another cell in the worksheet. From the Excel Simulation below, if in a blank cell, “=C6” was entered, the formula would output the result from cell C6, or 75,000 in this example.
- **Basic Math functions:** Allows you to use the basic math symbols to perform mathematical functions. You can use the following keys: + (plus sign to add), - (minus sign to subtract), \* (asterisk sign to multiply), and / (forward slash to divide). From the Excel Simulation below, if in a blank cell “=D13+D14” was entered, the formula would add the values from those cells and output the result, or 35,200 in this example. If using the other math symbols the result would output an appropriate answer for its function.
- **SUM function:** Allows you to refer to multiple cells and adds all the values. You can add individual cell references or ranges to utilize this function. From the Excel Simulation below, if in a blank cell “=SUM(D7,D8,D9)” was entered, the formula would output the result of adding those three separate cells, or 402,000 in this example. Similarly, if in a blank cell “=SUM(D7:D9)” was entered, the formula would output the same result of adding those cells, except they are expressed as a range in the formula, and the result would be 402,000 in this example.

Prepare the Operating Activities Section of a Statement of Cash Flows using the Indirect...

FILE HOME INSERT PAGE LAYOUT FORMULAS DATA REVIEW VIEW Sign In

Calibri 11

Paste Alignment Number Conditional Format as Cell Cells Editing  
Clipboard Font Styles

A1 The following information is for FloorCo, Inc. for the year just ended:

	A	B	C	D	E	F	G	H
1	The following information is for FloorCo, Inc. for the year just ended:							
2								
3								
4			End of year	Beginning of year				
5	Current assets:							
6	Cash		\$ 75,000	\$ 90,000				
7	Accounts receivable		158,000	140,000				
8	Inventory		285,000	246,000				
9	Prepaid expenses		11,000	16,000				
10								
11	Current liabilities							
12	Accounts payable		284,000	302,000				
13	Accrued liabilities		9,500	11,200				
14	Income taxes payable		27,000	24,000				
15								
16	Net income			\$ 94,500				
17								
18	Accumulated depreciation							
19	total credits			\$ 45,000				
20								
21	Floor Company did not record any gains or losses during the year.							
22								
23	Prepare a schedule of net cash provided by operating activities.							

Sheet1

READY 100%

Attempt(s) Hint Show Me

**References**

**Excel Simulation** Difficulty: 3 Hard

Learning Objective: 14-02 Prepare a statement of cash flows using the indirect method to determine the net cash provided by operating activities.

**Chapter: Chapter 14** Learning Objective: 14-01 Classify cash inflows and outflows as relating to operating, investing, or financing activities.

Prepare the Operating Activities Section of a Statement of Cash Flows using the Indirect...

FILE HOME INSERT PAGE LAYOUT FORMULAS DATA REVIEW VIEW Sign In

Calibri 11

Paste Alignment Number Conditional Formatting Format as Table Cell Styles Cells Editing

Clipboard Font Styles

A1 The following information is for FloorCo, Inc. for the year just ended:

	A	B	C	D	E	F	G	H
19	total credits			\$ 45,000				
20								
21	Floor Company did not record any gains or losses during the year.							
22								
23	Prepare a schedule of net cash provided by operating activities.							
24								
25	FloorCo, Inc.							
26	Operating Activities Section of the Statement of Cash Flows							
27								
28	Net income							
29	Adjustments to convert net income to a cash basis:							
30	Depreciation							
31	Increase in accounts receivable							
32	Increase in inventory							
33	Decrease in prepaid expenses							
34	Decrease in accounts payable							
35	Decrease in accrued liabilities							
36	Increase in income taxes payable							
37	Net cash provided by operating activities							
38								
39								
40								
41								

Sheet1

READY 100%

Attempt(s) Hint Show Me

**References**

**Excel Simulation**      Difficulty: 3 Hard

Learning Objective: 14-02 Prepare a statement of cash flows using the indirect method to determine the net cash provided by operating activities.

**Chapter: Chapter 14**      Learning Objective: 14-01  
 Classify cash inflows and outflows as relating to operating, investing, or financing activities.