

18.

Problem 20-5A Part 2

2. Monthly merchandise purchases budgets. (Units to be deducted should be indicated with a minus sign. Omit the "\$" & "%" signs in your response.)

SIMID SPORTS CO. Merchandise Purchases Budget January, February, and March 2012				
	January	February	March	Total
Next month's budgeted sales	0	0	0	
Ratio of inventory to future sales	0 %	0 %	0 %	
Budgeted ending inventory	0	0	0	
Add: Budgeted sales	0	0	0	
Required available merchandise	0	0	0	
Deduct: Beginning inventory	0	0	0	
Units to be purchased	0	0	0	0
Budgeted cost per unit	\$ 0	\$ 0	\$ 0	\$ 0
Budgeted merchandise purchases	\$ 0	\$ 0	\$ 0	\$ 0

Worksheet

Problem 20-5A Part 2

Learning Objective: 20-C2 Describe a master budget and the process of preparing it,

Learning Objective: 20-P1 Prepare each component of a master budget and link each to the budgeting process.

Learning Objective: 20-P2 Link both operating and capital expenditures budgets to budgeted financial statements.

19.

Problem 20-5A Part 3

3. Monthly selling expense budgets. (Omit the "\$" & "%" signs in your response.)

SIMID SPORTS CO. Selling Expense Budget January, February, and March 2012				
	January	February	March	Total
Budgeted sales	\$ 0	\$ 0	\$ 0	
Sales commission percent	0 %	0 %	0 %	
Sales commissions expense	0	0	0	\$ 0
Sales salaries	0	0	0	0
Total selling expenses	\$ 0	\$ 0	\$ 0	\$ 0

Worksheet

Problem 20-5A Part 3

Learning Objective: 20-C2 Describe a master budget and the process of preparing it,

Learning Objective: 20-P1 Prepare each component of a master budget and link each to the budgeting process.

Learning Objective: 20-P2 Link both operating and capital expenditures budgets to budgeted financial statements.

Sales commissions	0	0	0
Sales salaries	0	0	0
General & administrative salaries	0	0	0
Maintenance expense	0	0	0
Interest	0	0	0
Taxes payable	0	0	0
Purchases of equipment	0	0	0
Purchase of land	0	0	0
Total cash disbursements	0	0	0
Preliminary cash balance	0	0	0
Repayment of loan to bank	0	0	0
Ending cash balance	\$ 0	\$ 0	\$ 0
Loan balance, end of month	\$ 0	\$ 0	\$ 0

Worksheet

Problem 20-5A Part 6

Learning Objective: 20-C2 Describe a master budget and the process of preparing it.

Learning Objective: 20-P1 Prepare each component of a master budget and link each to the budgeting process.

Learning Objective: 20-P2 Link both operating and capital expenditures budgets to budgeted financial statements.

23.

Problem 20-5A Part 7

7. Budgeted income statement for the entire first quarter (not for each month). (Round your answers to the nearest dollar amount. Input all amounts as positive values. Omit the "\$" sign in your response.)

SIMID SPORTS CO.
Budgeted Income Statement
For Three Months Ended March 31, 2012

Sales		\$ 0
Cost of goods sold		0
Gross profit		0
Operating expenses		
Sales commissions	\$ 0	
Maintenance expense	0	
Interest expense	0	
General administrative salaries	0	
Sales salaries	0	
Depreciation expense	0	0
Income before taxes		0
Income taxes		0
Net income		\$ 0

Worksheet

Problem 20-5A Part 7

Learning Objective: 20-C2 Describe a master budget and the process of preparing it.

Learning Objective: 20-P1 Prepare each component of a master budget and link each to the budgeting process.

Learning Objective: 20-P2 Link both operating and capital expenditures budgets to budgeted financial statements.

24.

Problem 20-5A Part 8

8. Budgeted balance sheet as of March 31, 2012. (Be sure to list the assets in order of their liquidity. Round your answers to the nearest dollar amount. Leave no cells blank - be certain to enter "0" wherever required. Input all amounts as positive values. Round your intermediate calculations and final answers to the nearest dollar amount. Omit the "\$" sign in your response.)

SIMD SPORTS CO.
Budgeted Balance Sheet
March 31, 2012

Assets		
<input type="text" value="Cash"/>		\$ 0
<input type="text" value="Accounts receivable"/>		0
<input type="text" value="Inventory"/>		0
<hr/>		
Total Current Assets		0
<input type="text" value="Land"/>		0
<input type="text" value="Equipment"/>	\$ 0	0
<input type="text" value="Less: Accumulated depreciation"/>	0	0
<hr/>		
Total Assets		\$ 0
<hr/>		
Liabilities and Equity		
<input type="text" value="Accounts payable"/>		\$ 0
<input type="text" value="Bank loan payable"/>		0
<input type="text" value="Taxes payable"/>		0
<hr/>		
Total Liabilities		0
<input type="text" value="Common stock"/>	\$ 0	
<input type="text" value="Retained earnings"/>	0	
<hr/>		
Total Stockholders' Equity		0
<hr/>		
Total Liabilities & Equity		\$ 0

Worksheet

Problem 20-5A Part 8

Learning Objective: 20-C2 Describe a master budget and the process of preparing it.

Learning Objective: 20-P1 Prepare each component of a master budget and link each to the budgeting process.

Learning Objective: 20-P2 Link both operating and capital expenditures budgets to budgeted financial statements.

Problem 20-6AA: Preparing production and direct materials budgets L.O. C2, P3
[The following information applies to the questions displayed below.]

Diamond Slope Company produces snow skis. Each ski requires 2 pounds of carbon fiber. The company's management predicts that 4,800 skis and 6,200 pounds of carbon fiber will be in inventory on June 30 of the current year and that 152,000 skis will be sold during the next (third) quarter. Management wants to end the third quarter with 3,500 skis and 4,000 pounds of carbon fiber in inventory. Carbon fiber can be purchased for \$15.50 per pound.

Section Break

Difficulty: Medium

Learning Objective: 20-P3 Appendix 20A-Prepare production LP23 and manufacturing budgets.

Problem 20-6AA: Preparing production and direct materials budgets L.O. C2, P3

Learning Objective: 20-C2 Describe a master budget and the process of preparing it.

25.

Problem 20-6AA Part 1

Required:

1. Prepare the third-quarter production budget for skis. (Units to be deducted should be indicated with a minus sign.)

DIAMOND SLOPE COMPANY	
Production Budget (in units)	
Third Quarter	
Budgeted ending inventory (skis) ▼	0
Add: Budgeted sales ▼	0
<hr/>	
Required units of available production	
Deduct: Beginning inventory (skis) ▼	0
<hr/>	
Units to be manufactured	0

Worksheet

Learning Objective: 20-P3 Appendix 20A-Prepare production LP23 and manufacturing budgets.

Problem 20-6AA Part 1

Learning Objective: 20-C2 Describe a master budget and the process of preparing it.

26.

Problem 20-6AA Part 2

2. Prepare the third-quarter direct materials (carbon fiber) budget; include the dollar cost of purchases. (Round cost per pound to 2 decimal places. Units to be deducted should be indicated with a minus sign. Omit the "\$" sign in your response.)

DIAMOND SLOPE COMPANY	
Direct Materials Budget (in lbs, except where noted)	
Third Quarter	
Materials (carbon fiber) needed for production	0
Add: Budgeted ending inventory (carbon fiber) ▼	0
<hr/>	
Total materials (carbon fiber) requirements	0
Deduct: Beginning inventory (carbon fiber) ▼	0
<hr/>	
Units of materials (carbon fiber) to be purchased	0
<hr/>	
Materials cost per pound ▼	\$ 0
Total cost of materials purchases	\$ 0

Worksheet

Learning Objective: 20-P3 Appendix 20A-Prepare production LP23 and manufacturing budgets.

Problem 20-6AA Part 2

Learning Objective: 20-C2 Describe a master budget and the process of preparing it.