

Assessment Schedule – 2019**Accounting: Prepare financial statements for sole proprietors (90978)****Evidence****Question ONE: Income statement*****Gardening and More*****Income Statement for the year ended 31 March 2019**

	\$	\$	\$	
Revenue				
Gardening fees received			121 460	EM
Other income				
Dividends received			<u>200</u>	M
			121 660	
Less expenses				
Gardening costs				
Advertising	2 200			V
Cellphone expenses	1 428			E*
Garden fertiliser used	5 000			V
Gardeners wages	30 890			M
Gardening insurance	2 530			M
Gardening supplies used	6 720			E
Petrol	7 360			V
Maintenance on gardening equipment	760			V
Other vehicle expenses	5 200			V
Depreciation on gardening equipment	5 100			M
Depreciation on vehicles	10 186	77 374		E
Administrative expenses				
Accountants fees	1 800			V
Cellphone expenses	252			*
Internet and stationery	1 600			V
Office salary	7 000	10 652		V
Finance costs				
Interest on loan	450	450		V
Total expenses			88 476	
Profit for the year			33 184	V*

Notes

- V** Correct stem (no abbreviations) and figure, correctly classified
 - M** Correct figure, correctly classified and correct stem (award **V** if number incorrect but still correctly classified and correct stem)
 - E** Correctly calculated figure, correctly classified and correct stem (award **V** if number incorrect but still correctly classified and correct stem)
 - EM** Correct figure, correctly classified and correct stem (award **1V** if number incorrect but still correctly classified and correct stem) **E**: 124 660, **M**: 120 800
 - F** Foreign item
 - V*** Correct stem and correct process
- (19) 10 V 5 M 4 E**

N1	N2	A3	A4	M5	M6	E7	E8
5 V / M / E	7 V / M / E	9 V / M / E	13 V / M / E	15 V / M / E inc 3 M / E max 1 F	17 V / M / E inc 5 M / E max 1 F	18 V / M / E inc 7 M / E (must have 3 E) no F	19 V / M / E inc 9 M / E no F NO DETRACTING ERRORS

N0 = No response; no relevant evidence.

Question TWO: Statement of Financial Position

Gardening and More

Statement of Financial Position as at 31 March 2019

	\$	\$	\$	
Current assets				
Bank		4 280		V
Petty cash		80		V
Accrued income		80		M
Prepayments		270		M
Accounts receivable		759		E
			5 469	
Non current assets				
Property plant equipment (note 1)				
Total carrying amount		40 664		V ft
Investment assets				
Shares in <i>Potmix Ltd</i>		6 500	47 164	V
Total assets				
Less liabilities			52 633	
Current liabilities				
GST payable	1 361			EE
Accounts payable	598			E
Accrued expenses	490			M
Income in advance	3 200			M
Loan (due December 2019)	2 900	8549		V
Total liabilities			(8 549)	
Net assets			\$44 084	V#
Equity				
Opening capital			36 900	V
Profit for the year			33 184	V ft
Less drawings			(26 000)	V
Closing capital			\$44 084	V#

Notes

- V** Correct stem (no abbreviations) and figure, correctly classified
- V#** Correct process
- M** Correct figure, correctly classified and correct stem (award **V** if number incorrect but still correctly classified and correct stem)
- E** Correctly calculated figure, correctly classified and correct stem (award **V** if number incorrect but still correctly classified and correct stem)
- EE*** GST correct stem and classification – award one **E** for 1 262 or 1 439

- F** foreign item
- ft** follow through

Note to the Statement of Financial Position

1. Property, plant and equipment

	Gardening Equipment	Vehicles	Total
As at 31 March 2019	\$	\$	\$
Cost	34 000 V	46 300 V	80 300
Accumulated depreciation V!	(16 300) M	(23 336) E*	(39 636)
Carrying amount V!	17 700	22 964	40 664 V#

Depreciation is calculated on a straight-line basis at the following rates:

Gardening equipment \$5 100 (or 15% p.a.) each year **V***

Vehicles at 22% p.a. **V***

Notes

- V** Correct PPE title and figure
- V!** Correct stem
- V#** Process for all three carrying amounts, and total
- V*** Correct depreciation sentence
- M** Correct figure under correct heading (award **V** if incorrect number but greater / equal to \$11 200)
- E*** Correct figure (award **V** if incorrect number but greater / equal to \$13 150)
- F** Foreign item

(27; 17 **V** 5 **M** 5**E**)

N1	N2	A3	A4	M5	M6	E7	E8
5 V/M/E	7 V/M/E	10 V/M/E	15 V/M/E	20 V/M/E <i>inc</i> 3 M/E max 1 F	23 V/M/E <i>inc</i> 5 M/E max 1 F	25 V/M/E <i>inc</i> 8 M/E no F	27 V/M/E <i>inc</i> 10 M/E no F NO DETRACTING ERRORS

N0 = No response; no relevant evidence.

Question THREE: Cash Budget**Gardening and More****Cash Budget for the month of October 2019**

	\$	\$	
Estimated cash receipts			
Gardening fees received		12 800	V
Loan		12 000	V
Capital		10 000	V
Total estimated cash receipts		34 800	
Estimated cash payments			
Petrol	615		V
Gardeners wages	1960		C
Cellphone expenses	140		V
Insurance	223		C
Advertising	180		V
Office Salary	540		C
Loan	84		C
Maintenance on gardening equipment	80		V
Drawings	1 600		C
Fertiliser	368		C
Vehicle (deposit)	25 500		C
Total estimated cash payments		(31 290)	
Surplus of cash		3 510	P
Opening bank balance		(3 740)	V
Closing bank balance		(\$230)	P

To receive credit, candidate must have the stem under the correct heading:

C: Appropriate stem and correct figure. Award **V** if correct stem and incorrect figure.
Award **VF** if correct stem but \$ includes a foreign element.

V: Appropriate stem and correct figure (figure provided).

P: Correct process – allow follow-through on numbers.

(17; 8 V 7C 2P)

N1	N2	A3	A4	M5	M6	E7	E8
4 grades	6 grades	8 grades	12 grades	13 grades inc 3 C max 1 F	15 grades inc 4 C max 1 F	16 grades inc 5 C and 2 P no F	17 grades inc 7 C 2 P no F

N0 = No response; no relevant evidence.

Cut Scores

Not Achieved	Achievement	Achievement with Merit	Achievement with Excellence
0 – 8	9 – 14	15 – 19	20 – 24