

<p>1. The Mays kept accurate records of their expenditures. At the end of October, they prepared an expense summary. During October they spent \$61.75 on heating fuel. They had budgeted \$95. How much more did they budget for heating fuel for the month than they spent?</p>	<p>a. \$32.50</p>	<p>b. \$61.75</p>	<p>c. \$33.25</p>	<p>d. \$156.75</p>	
<p>Below are Bill and Sharon Olson's expenditures for three months.</p>					
<p>APRIL</p>		<p>MAY</p>		<p>JUNE</p>	
<p>Mortgage</p>	<p>\$502.17</p>	<p>Mortgage</p>	<p>\$502.17</p>	<p>Mortgage</p>	<p>\$502.17</p>
<p>Electricity</p>	<p>41.52</p>	<p>Dentist</p>	<p>50.00</p>	<p>Electricity</p>	<p>47.15</p>
<p>Fuel</p>	<p>100.70</p>	<p>Telephone</p>	<p>27.63</p>	<p>Lawn edger</p>	<p>142.39</p>
<p>Auto repair</p>	<p>163.83</p>	<p>Allowance</p>	<p>25.00</p>	<p>Telephone</p>	<p>31.30</p>
<p>Mower repair</p>	<p>42.00</p>	<p>Fuel</p>	<p>38.15</p>	<p>Restaurant</p>	<p>40.00</p>
<p>Water/Sewer</p>	<p>21.78</p>	<p>Theater</p>	<p>40.00</p>	<p>Gasoline</p>	<p>39.55</p>
<p>Cleaners</p>	<p>23.90</p>	<p>Groceries</p>	<p>122.80</p>	<p>Groceries</p>	<p>136.90</p>
<p>Gasoline</p>	<p>53.60</p>	<p>Newspaper</p>	<p>21.20</p>	<p>Credit cards</p>	<p>70.20</p>
<p>Bill's expenses</p>	<p>120.00</p>	<p>Gasoline</p>	<p>45.80</p>	<p>Fuel</p>	<p>39.34</p>
<p>Groceries</p>	<p>93.70</p>	<p>Bill's expenses</p>	<p>100.00</p>	<p>Clothing</p>	<p>263.86</p>
<p>Gift</p>	<p>20.60</p>	<p>Credit cards</p>	<p>52.80</p>	<p>Bill's expenses</p>	<p>200.00</p>
<p>Charitable donation</p>	<p>35.00</p>	<p>Allowance</p>	<p>25.00</p>	<p>Telephone</p>	<p>26.32</p>
<p>2. What is their average monthly expenditure?</p>	<p>a. \$1,245.12</p>	<p>b. \$1,269.51</p>	<p>c. \$1,537.86</p>	<p>d. \$3,808.53</p>	
<p>Armstrong Associates hired Judith Apollo as its new public relations manager at an annual salary of \$29,950. The hiring costs included the following:</p>					
<p>Advertising:</p>	<p>\$467.28</p>				
<p>Interviews:</p>	<p>580.14</p>				
<p>Supreme Skills Agency's fee:</p>	<p>15% of first year's salary</p>				
<p>3. What was the cost of hiring Judith Apollo?</p>	<p>a. \$1,047.42</p>	<p>b. \$4,492.50</p>	<p>c. \$5,539.92</p>	<p>d. \$37,437.00</p>	
<p>Ernie Cortez is a consultant for the Mayflower Marketing Research, Inc. Last month his travel expenses included the following:</p>					
<p>Use of automobile:</p>	<p>\$0.27 per mile for 525 miles</p>				
<p>Tolls:</p>	<p>\$23.50</p>				
<p>Meals:</p>	<p>\$170.60</p>				
<p>Hotel:</p>	<p>\$400.80</p>				
<p>4. What were Ernie's total travel expenses for the month?</p>	<p>a. \$736.65</p>	<p>b. \$594.90</p>	<p>c. \$141.75</p>	<p>d. \$1,119.90</p>	
<p>5. Ned Washington is a quality control inspector for the Presidential Motorcycle Company. Ned found 5 motorcycles with defective rims during his 11 a.m. inspection. He inspected 135 motorcycles. The process is in control if 4% or less of the merchandise is defective. What percent is defective?</p>	<p>a. 3.7%</p>	<p>b. 4.3%</p>	<p>c. 5%</p>	<p>d. 10%</p>	

6. Johnston Corporation manufactures aluminum shelves. The machine operator stamps 78 shelves per hour from each strip of aluminum. Each strip costs \$162. The direct labor charge is \$29.52 per hour. What is the prime cost of manufacturing a shelf?	a. \$2.08	b. \$2.46	c. \$0.38	d. \$191.52
7. Nixon Electronics manufactures earphones for stereo equipment. The variable costs per unit are \$5.70. Nixon Electronics sells each unit for \$12.99. The fixed costs are \$520,000. How many units must Nixon sell to break even?	a. 20,000	b. 9,123	c. 40,031	d. 71,331
8. Shanda Jackson is a quality control inspector for Hibatchi VCRs. The process is in control if 6% or less of each sample is defective. Shanda checked 60 VCRs and found 4 defective. What percent is defective?	a. 15%	b. 67%	c. 6.7%	d. 1.5%
9. Coleperson Gear manufactures camping lanterns. It plans to manufacture 385,000 lanterns to be sold at \$24.90 each. The fixed costs are estimated to be \$1,550,000. Variable costs are \$18.68 per unit. How many lanterns must be sold for Coleperson to break even?	a. 249,196	b. 62,249	c. 82,976	d. 73,426
10. Janice Bergen is a machine operator at Fox Manufacturing. She cuts and groups 20 strands of wire from a roll of steel fibers. Each roll of steel costs \$1.18. Janice produces 1 strand every 3 minutes. The direct labor cost is \$18.60 per hour. What is the prime cost of one strand of wire?	a. \$0.93	b. \$0.99	c. \$18.60	d. \$19.78
11. Harrison Household Products, Inc. produces automatic ice crushers. Harrison's fixed costs are \$822,000. Variable costs per ice crusher are \$13.20. If Harrison sells each unit for \$19.95, how many units must be sold for it to break even?	a. 62,273	b. 24,796	c. 121,778	d. 41,203
12. Hamilton Warehouse purchases its Deluxe compact disc player from a wholesaler. The CD player's list price is \$279.90. Hamilton receives a 25% trade discount. What is the net price Hamilton pays for the player?	a. \$209.93	b. \$69.98	c. \$11.20	d. \$268.70
13. Shea's Mattress Warehouse purchases feather pillows from Banner Wholesale Company. The list price of each pillow is \$23.95. Banner Wholesale gives Shea's a 34% trade discount. What is the net price Shea's pays for the pillows?	a. \$23.95	b. \$8.14	c. \$32.09	d. \$15.81

McKinley Electronics received the following invoice from Roosevelt Stereo Supply. Roosevelt gives McKinley a 40% discount.

ROOSEVELT STEREO SUPPLY
22 South Street
Elgin, Illinois

Quantity	Description	Model	List Price
1	AM/FM Stereo System	#2311	\$469.99
10	AM/FM TV/Radio	#5731	779.50
7	CD Changer	#1-232	329.79
2	AM/FM Walkman Unit	#13-216	35.00

14. What is the total net price of these items?	a. 10,643.52	b. 4,257.41	c. 6,386.11	d. 9,997.81
15. Aluminum Products, Inc. manufactures storm doors. The list price of its aluminum door with acrylic panels is \$159.95. The net price to the retailer is \$115.40. What is the trade-discount rate?	a. 28%	b. 39%	c. 5%	d. 10%
16. Fabric Bonanza buys bolts of material for \$252.69 each. It sells the bolts for \$297.75 each to local department stores. What is the markup on each bolt of material?	a. \$45.06	b. \$550.44	c. \$297.75	d. \$252.69
17. The Corner Drug Store buys throat lozenges for \$1.14 per box. It sells them for \$1.99 per box. What is the markup rate based on the selling price?	a. 74.6%	b. 42.7%	c. 15.5%	d. 10%
18. Shawn Canola is a buyer for Original Fashions. Shawn purchased several sport coats for \$50.60 each. His store sold them for \$99.68 each. Operating expenses are estimated to be 20% of the selling price. What is the net profit per coat?	a. \$49.08	b. \$19.94	c. \$29.14	d. \$79.74
19. Parties-R-Us purchases rolls of paper streamers from Paperworks Wholesalers for \$7.81 per 6-roll pack. It sells the packs of streamers for \$16.49. Parties-R-Us estimates its overhead expenses for each pack of streamers to be 22% of the selling price. What is the net profit on each pack?	a. \$8.68	b. \$3.63	c. \$12.00	d. \$5.05
20. Three-Part Harmony Music Store purchases popular compact discs in bulk for \$6.72 each. The markup on the CDs is 58% of the selling price. What is the selling price?	a. \$16.00	b. \$3.90	c. \$10.62	d. \$22.72
21. The Country Grocery Store purchases air fresheners for \$1.42. The markup on the air freshener is 45% of the selling price. What is the selling price?	a. \$1.42	b. \$2.06	c. \$3.00	d. \$2.58
22. The Amazement Park, a summer amusement park, sells molded plastic containers of fruit juices to thirsty guests for \$1.10 each. The park purchases the drinks for \$0.15 each. What is the markup rate based on cost?	a. 86%	b. 633%	c. 50%	d. 63%

<p>23. The Loudonville Village Council conducted an opinion survey on the need for a swimming pool facility in the community. Of the 961 residents surveyed, 287 gave a “negative” response. What is the rate of negative responses?</p>	<p>a. 70.1%</p>	<p>b. 3%</p>	<p>c. 29.9%</p>	<p>d. 7%</p>						
<p>24. Quill Market Research, Inc. has been asked to research the market for a biodegradable trash bag. A sample of 1,200 households was asked to try the trash bags. Of the households sampled, 743 said they would buy the trash bags. Quill estimates that there are 120 million households in the target market for the trash bags. Quill estimates that each household would buy 9 boxes of the trash bags per year. What is the sales potential for the new trash bags for one year?</p>	<p>a. 668.7 million</p>	<p>b. 120 million</p>	<p>c. 108 million</p>	<p>d. 62 million</p>						
<p>25. Sawyer Wood Products sold 607,964 bookshelves over the year. During that same year 3,892,000 bookshelves were sold in the entire market. What was Sawyer’s market share for the year?</p>	<p>a. 6.4%</p>	<p>b. 84.3%</p>	<p>c. 15.6%</p>	<p>d. 50%</p>						
<p>26. Keifer’s Florist has 42% of the market in Ashland County. The Floral sales in Ashland County for next year are estimated to be \$802,217. What is the projected sales figure for Keifer’s in Ashland County for next year?</p>	<p>a. \$33,693,114.00</p>	<p>b. \$336,931.14</p>	<p>c. \$33,693.11</p>	<p>d. \$3,693.14</p>						
<p>27. Larson’s Quick Print has a 27% share of the photo-processing market. The estimated market for next year is \$1,389,900. What is Larson’s sales projection for next year?</p>	<p>a. 37,527,300.00</p>	<p>b. 27,300.00</p>	<p>c. 37,527.30</p>	<p>d. 375,273.00</p>						
<p>28. Romberg Bakeries contracted with Connolly News for 94 inches of advertising per week. What is the cost of a 54-inch advertisement?</p> <p style="text-align: center;">CONNOLLY NEWS (Advertising Rates per inch)</p> <table style="margin-left: auto; margin-right: auto;"> <tr> <td style="padding-right: 20px;">63 inches</td> <td>\$39.54</td> </tr> <tr> <td>94 inches</td> <td>\$35.36</td> </tr> <tr> <td>126 inches</td> <td>\$31.31</td> </tr> </table>	63 inches	\$39.54	94 inches	\$35.36	126 inches	\$31.31	<p>a. \$1,909.44</p>	<p>b. \$20.31</p>	<p>c. \$39.54</p>	<p>d. 2,135.16</p>
63 inches	\$39.54									
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<p>29. The Local Sales Car Dealership plans to advertise on network television. The rate per 30-second commercial is \$2,400. The 10-second commercial costs one half the cost of the 30-second commercial, and the 60-second commercial costs twice the cost of the 30-second commercial. Local Sales contracted for eight 30-second commercials, thirteen 10-second commercials, and six 60-second commercials. How much will Local Sales pay for these commercials?</p>	<p>a. \$63,600</p>	<p>b. \$64,800</p>	<p>c. \$6,360</p>	<p>d. \$6,480</p>						

<p>30. Cathedral Paint General Store delivers bundles of firewood to customers in crates measuring 3 feet long, 2.5 wide, and 3 feet high. How many cubic feet of storage space does Cathedral Paint General Store need to store 48 crates of firewood bundles?</p>	<p>a. 408 cubic feet</p>	<p>b. 48 cubic feet</p>	<p>c. 360 cubic feet</p>	<p>d. 1,080 cubic feet</p>																				
<p>31. Lazy Afternoon armchairs are packaged in cartons measuring 3 feet long, 3 feet wide, and 4.5 feet high. How much storage space is needed for storing 870 armchairs?</p>	<p>a. 7,830 cubic feet</p>	<p>b. 35,235 cubic feet</p>	<p>c. 9,135 cubic feet</p>	<p>d. 870 cubic feet</p>																				
<p>32. Big Band Drug Store had 185 boxes of tissues on hand at the beginning of the week. During the week they received 150 boxes of tissues from the wholesaler and sold 246 boxes. How many boxes of tissues were on hand at the end of the week?</p>	<p>a. 281</p>	<p>b. 581</p>	<p>c. 89</p>	<p>d. 50</p>																				
<p>Wilson Sporting Goods needs to find the value of its inventory of basketballs as of April 30.</p>																								
<table border="1"> <thead> <tr> <th data-bbox="220 557 476 587">Date</th> <th data-bbox="476 557 840 587"></th> <th data-bbox="840 557 1205 587">Receipts</th> <th data-bbox="1205 557 1474 587">Total Cost</th> </tr> </thead> <tbody> <tr> <td data-bbox="220 587 476 618">April 1</td> <td data-bbox="476 587 840 618">Opening balance</td> <td data-bbox="840 587 1205 618">48</td> <td data-bbox="1205 587 1474 618">\$957.60</td> </tr> <tr> <td data-bbox="220 618 476 649">April 11</td> <td data-bbox="476 618 840 649"></td> <td data-bbox="840 618 1205 649">12</td> <td data-bbox="1205 618 1474 649">222.00</td> </tr> <tr> <td data-bbox="220 649 476 680">April 22</td> <td data-bbox="476 649 840 680"></td> <td data-bbox="840 649 1205 680">18</td> <td data-bbox="1205 649 1474 680">342.00</td> </tr> <tr> <td data-bbox="220 680 476 716">April 30</td> <td data-bbox="476 680 840 716"></td> <td data-bbox="840 680 1205 716">6</td> <td data-bbox="1205 680 1474 716">115.50</td> </tr> </tbody> </table>					Date		Receipts	Total Cost	April 1	Opening balance	48	\$957.60	April 11		12	222.00	April 22		18	342.00	April 30		6	115.50
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<p>33. What is this inventory value if Wilson's has 30 basketballs on hand April 30?</p>	<p>a. \$1,637.10</p>	<p>b. \$84.00</p>	<p>c. \$19.49</p>	<p>d. \$584.68</p>																				
<p>34. Spinks' Automotive Supply Co. estimates the cost of carrying its inventory to be 28% of the value of the merchandise. Approximately how much will it cost Spinks' Automotive to carry an inventory of \$125,450 for a year?</p>	<p>a. \$125,450</p>	<p>b. \$35,126</p>	<p>c. \$3,512,600</p>	<p>d. \$12,545</p>																				
<p>35. Horton Baloney Company carries an annual inventory of \$313,387. The cost of carrying the inventory is approximately 33% of its value. What is the approximate cost of carrying this inventory for one year?</p>	<p>a. \$103,417.71</p>	<p>b. \$1,034,177.10</p>	<p>c. \$313,387.00</p>	<p>d. \$31,338.70</p>																				
<p>36. The Candy Company is shipping 860 pounds of holiday candy by air freight. Pickup is \$6.25 per 100 pounds or fractional part. Delivery is \$6.85 per 100 pounds or fractional part. The air freight rate is \$72.50 per 100 pounds charged on the actual number of pounds shipped. There is a 5% tax on the air freight. What is the total shipping cost?</p>	<p>a. \$713.80</p>	<p>b. \$76,733.50</p>	<p>c. \$772.58</p>	<p>d. \$65,585.40</p>																				

<p>Electronics, Inc. hired Curtice Trucking to ship 456 pounds of electronic equipment. The distance was 180 miles.</p> <p style="text-align: center;">CURTICE TRUCKING (Basic Rates per 100 pounds)</p> <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Weight Group (in pounds)</th> <th style="text-align: center;">1-100</th> <th style="text-align: center;">101-200</th> <th style="text-align: center;">201-300</th> <th></th> </tr> </thead> <tbody> <tr> <td style="text-align: left;">0 – 500</td> <td style="text-align: center;">\$25</td> <td style="text-align: center;">\$30</td> <td style="text-align: center;">\$35</td> <td></td> </tr> <tr> <td style="text-align: left;">501 – 1000</td> <td style="text-align: center;">\$20</td> <td style="text-align: center;">\$25</td> <td style="text-align: center;">\$30</td> <td></td> </tr> </tbody> </table>					Weight Group (in pounds)	1-100	101-200	201-300		0 – 500	\$25	\$30	\$35		501 – 1000	\$20	\$25	\$30	
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37. What was the shipping cost?	a. \$15,000.00	b. \$136.80	c. \$15,960.00	d. \$159.60															
38. C. Davis Consulting, Inc. rents a portion of Pier End Business Facility, a complex owned by Schwartz & Associates. The floor space of C. Davis Consulting’s part of the building measures 150 feet by 110 feet. Schwartz & Associates charges an annual rate of \$11.49 per square foot. What is the monthly rental charge?	a. \$189,585.00	b. \$2,987.40	c. \$248.95	d. \$15,798.75															
<p>Pizza Panache, a fast food chain, is opening a regional office in West Roscoe. The company decided to open the office in the Stapleton Office Building and to rent the space advertised.</p> <p style="text-align: center;">STAPLETON OFFICE BUILDING 1 Stella Park OFFICE SPACE</p> <p style="text-align: center;">1200 sq. ft., carpeted, gas-heat, recessed lgt., and air conditioned. \$580 per month 493-4103</p>																			
39. How much does Pizza Panache pay per square foot per year for this office?	a. \$0.48	b. \$6,960.00	c. \$48.00	d. \$5.80															
40. Wolfe Used cars rents a lot from Habrech Realty. The rent is \$4.75 per square foot per year plus 4.5% of Wolfe’s gross sales. The lot’s area is 8,850 square feet. If Wolfe has a \$264,000 gross income the first year, what monthly rent will it pay?	a. \$53,917.50	b. \$4,493.13	c. \$42,037.50	d. \$11,880.00															
41. Baker Catering Service is moving from its present location to another building. It will need 9 people for 5 hours to complete the move. Each person will be paid \$10.45 per hour. What will be the total charge?	a. \$45.00	b. \$94.05	c. \$2,025.00	d. \$470.25															

42. Madsen, Biddle & Associates is renting a deluxe fax machine. The monthly rental charge is 8½% of the list price. The list price is \$3,698. There is a 5¼% sales tax per month. What is the total rental charge that Madsen, Biddle & Associates pays for 12 months?	a. \$3,969.99	b. \$3,698.00	c. \$314.33	d. \$330.83								
Home Interiors, Inc., is renting some power tools to refinish a wooden floor. Machines Rental Company charges 9¼% of the list price of the equipment per month. The list price of the equipment is												
<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left; border-bottom: 1px solid black;">ITEM</th> <th style="text-align: right; border-bottom: 1px solid black;">LIST PRICE</th> </tr> </thead> <tbody> <tr> <td>Power Sander</td> <td style="text-align: right;">\$2,490.95</td> </tr> <tr> <td>Varnisher</td> <td style="text-align: right;">1,396.50</td> </tr> <tr> <td>Power Waxer</td> <td style="text-align: right;">3,675.00</td> </tr> </tbody> </table>					ITEM	LIST PRICE	Power Sander	\$2,490.95	Varnisher	1,396.50	Power Waxer	3,675.00
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Power Sander	\$2,490.95											
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43. In addition to the rental charge, there is a 6% tax. What is the total cost of renting the equipment for 9 months?	a. \$737.34	b. \$7,562.45	c. \$6,636.05	d. \$7,034.22								
44. Clarke Suppliers has one incoming telephone line. The basic monthly charge for this line is \$92.75. The charge includes 200 local outgoing calls. The cost of each additional outgoing call is \$.085. Clarke made 284 outgoing calls last month. A 3.5% federal excise tax is added to the bill. What is the total cost of Clarke's telephone service for the month?	a. \$169.90	b. \$103.39	c. \$164.15	d. \$5.75								
45. Erie Metal Stamping Company hired an industrial engineering firm to conduct work sampling on the average worker's day. Erie was charged \$72.25 per hour for 33 hours of work. How much did the sampling cost Erie Metal Stamping?	a. \$2,384.25	b. \$72.25	c. \$2,393.16	d. \$23.84								
46. Ace Moving Company paid total salaries of \$32,416.98 for the week. There were total deductions of \$5,918.79. What was the total net pay?	a. \$26,498.19	b. \$32,416.98	c. \$38,335.77	d. \$2,208.18								
Use the following information to answer questions 47 and 48.												
Hefner Frame Shop had the following expenses last month:												
<table style="width: 100%; border-collapse: collapse;"> <tbody> <tr> <td style="padding-left: 20px;">Frame Inventory</td> <td style="text-align: right;">\$14,547.40</td> </tr> <tr> <td style="padding-left: 20px;">Payroll</td> <td style="text-align: right;">7,473.30</td> </tr> <tr> <td style="padding-left: 20px;">Shop Rental</td> <td style="text-align: right;">825.00</td> </tr> <tr> <td style="padding-left: 20px;">Supplies</td> <td style="text-align: right;">540.50</td> </tr> </tbody> </table>					Frame Inventory	\$14,547.40	Payroll	7,473.30	Shop Rental	825.00	Supplies	540.50
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47. What are the total expenses?	a. \$8,838.80	b. \$14,547.40	c. \$23,386.20	d. \$23,385.00								
48. Frame Inventory represents what percent of the total?	a. 37.8%	b. 62.2%	c. 50%	d. 45%								
Use the following information to answer questions 49 and 50.												
Newbury Market purchased new grocery carts. The total cost was \$14,925. The estimated life of the equipment is 8 years. The total resale value of the carts after 8 years is estimated to be \$1,950.												
49. What is the annual depreciation?	a. \$1,865.63	b. \$243.75	c. \$1,621.88	d. \$2,109.38								

50. What is the book value after 4 years?	a. \$8,437.50	b. \$6,487.50	c. \$21,412.52	d. \$7,800.00																				
51. Max's Christmas Tree Lot had an inventory of Christmas trees worth \$4,375 at the beginning of December. During the month Max's received a shipment of 230 additional trees at \$28.50 each. On December 31, Max's lot had an inventory of \$513 remaining. What was the cost of goods sold for December?	a. \$10,930.00	b. \$6,555.00	c. \$3,862.00	d. \$10,417.00																				
<p>The income statement for Duck's Coin Collecting Shop shows the following figures for last quarter.</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td colspan="2">Income:</td> </tr> <tr> <td style="padding-left: 20px;">Sales</td> <td style="text-align: right;">\$156,088</td> </tr> <tr> <td style="padding-left: 20px;">Less: Sales returns and allowances</td> <td style="text-align: right;">1133</td> </tr> <tr> <td style="padding-left: 20px;">Net Sales</td> <td style="text-align: right;">\$154,955</td> </tr> <tr> <td style="padding-left: 20px;">Cost of goods sold</td> <td style="text-align: right;">74,781</td> </tr> <tr> <td style="padding-left: 20px;">Gross profit on sales</td> <td style="text-align: right;"><u>\$ 80,174</u></td> </tr> </table>					Income:		Sales	\$156,088	Less: Sales returns and allowances	1133	Net Sales	\$154,955	Cost of goods sold	74,781	Gross profit on sales	<u>\$ 80,174</u>								
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Cost of goods sold	74,781																							
Gross profit on sales	<u>\$ 80,174</u>																							
52. Find the gross profit as a percent of sales.	a. 51.7%	b. 74.8%	c. 51.4%	d. 50.0%																				
<p>Use the following information to answer questions 53 through 54. Shrimplin's Clothing Store had net sales of \$572,247 last year. This year, net sales are \$648,088.</p>																								
53. What is the amount of change?	a. \$75,841.00	b. \$1,220,335.00	c. \$75,616.00	d. \$76,641.00																				
54. What is the percent of change?	a. 11.7%	b. 88.3%	c. 13.3%	d. 50%																				
<p>Kelly Company issued 33,000 shares of stock at \$93 per share.</p> <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="2" style="text-align: left; border-bottom: 1px solid black;">UNDERWRITING EXPENSES</th> <th colspan="2" style="text-align: left; border-bottom: 1px solid black;">OTHER EXPENSES</th> </tr> </thead> <tbody> <tr> <td style="padding-left: 20px;">Commissions</td> <td style="text-align: right;">\$153,450</td> <td style="padding-left: 20px;">Printing Costs</td> <td style="text-align: right;">\$17,100</td> </tr> <tr> <td style="padding-left: 20px;">Legal fees</td> <td style="text-align: right;">\$14,500</td> <td style="padding-left: 20px;">Legal fees</td> <td style="text-align: right;">\$43,600</td> </tr> <tr> <td style="padding-left: 20px;">Advertising</td> <td style="text-align: right;">\$18,500</td> <td style="padding-left: 20px;">Accounting fees</td> <td style="text-align: right;">\$36,200</td> </tr> <tr> <td style="padding-left: 20px;">Miscellaneous</td> <td style="text-align: right;">\$5,100</td> <td style="padding-left: 20px;">Miscellaneous</td> <td style="text-align: right;">\$10,250</td> </tr> </tbody> </table>					UNDERWRITING EXPENSES		OTHER EXPENSES		Commissions	\$153,450	Printing Costs	\$17,100	Legal fees	\$14,500	Legal fees	\$43,600	Advertising	\$18,500	Accounting fees	\$36,200	Miscellaneous	\$5,100	Miscellaneous	\$10,250
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55. Find the net proceeds after these selling expenses are deducted.	a. \$298,700	b. \$2,770,300	c. \$2,917,010	d. \$3,069																				
<p>Romulus, Inc. sold 12,350 bonds at \$64 per bond.</p> <table border="1" style="width: 100%; border-collapse: collapse; margin: 10px 0;"> <thead> <tr> <th style="text-align: left;">Size of Issue (in millions)</th> <th style="text-align: left;">Underwriting Commission</th> <th style="text-align: left;">Other Expenses</th> </tr> </thead> <tbody> <tr> <td>Under \$.5</td> <td>7.7%</td> <td>8.2%</td> </tr> <tr> <td>\$.5 - \$.9</td> <td>7.5%</td> <td>3.7%</td> </tr> <tr> <td>\$1.0 - \$1.9</td> <td>7.3%</td> <td>3.6%</td> </tr> <tr> <td>\$2.0 - \$4.9</td> <td>4.5%</td> <td>1.4%</td> </tr> </tbody> </table>					Size of Issue (in millions)	Underwriting Commission	Other Expenses	Under \$.5	7.7%	8.2%	\$.5 - \$.9	7.5%	3.7%	\$1.0 - \$1.9	7.3%	3.6%	\$2.0 - \$4.9	4.5%	1.4%					
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56. What net proceeds did Romulus receive?	a. \$790,400.00	b. \$88,524.80	c. \$1,264,900.00	d. \$701,875.20																				
57. Twenty years ago, an average small-town home could be purchased for \$20,000. Today the same house might be bought for \$55,000. What is the inflation rate for houses over this 20-year period?	a. 105%	b. 50%	c. 175%	d. 64%																				

58. The inflation rate, over a fifteen-year period, for an automobile tire is 140%. Fifteen years ago such a tire cost \$25. What is the price of the same tire today?	a. \$60	b. \$35	c. \$350	d. \$75								
59. In 1967 a pair of denim jeans cost \$16.10. If the CPI for clothing is 188.7, what does a pair of jeans cost today?	a. \$303.81	b. \$30.38	c. \$50.00	d. \$29.99								
<p>Joni Glenn is a computer operator, level 2, for Voyager Transportation Network. She will receive a cost-of-living increase of 5.75%.</p> <table border="0" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th style="text-align: center;"><u>Level</u></th> <th style="text-align: center;"><u>Computer Operator</u></th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">1</td> <td style="text-align: center;">\$15,360</td> </tr> <tr> <td style="text-align: center;">2</td> <td style="text-align: center;">\$16,800</td> </tr> <tr> <td style="text-align: center;">3</td> <td style="text-align: center;">\$18,240</td> </tr> </tbody> </table>					<u>Level</u>	<u>Computer Operator</u>	1	\$15,360	2	\$16,800	3	\$18,240
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60. What will her new salary be?	a. \$18,240	b. \$16,250	c. \$15,360	d. \$17,766								