**E7.8 (LO 3), AP The following information pertains to Ranchero Company.**

1. Cash balance per books, August 31, $7,364.

2. Cash balance per bank, August 31, $7,328.

3. Outstanding checks, August 31, $686.

4. August bank service charge not recorded by the depositor $38.

5. Deposits in transit, August 31, $2,700.

In addition, $2,016 was collected for Ranchero Company in August by the bank through electronic funds transfer. The collection has not been recorded by Ranchero Company.

a. Prepare a bank reconciliation at August 31, 2022.

b. Journalize the adjusting entries at August 31 on the books of Ranchero Company.



E7.12 (LO 3), AP This information relates to the Cash account in the ledger of Howard Company.

Graphical user interface, text, application

Description automatically generated with medium confidence

a. Prepare the bank reconciliation at September 30, 2022.

b. Prepare the adjusting entries at September 30, assuming the NSF check was from a customer on account.



E7.10

At April 30, the bank reconciliation of Back 40 Company shows three outstanding checks:

No. 254 $650

No. 255 $700

No. 257 $410

The May bank statement and the May cash payments journal from the general ledger are given here.

Table

Description automatically generatedA picture containing text, receipt, screenshot

Description automatically generated

List the outstanding checks at May 31.

P7.3A

On July 31, 2022, Keeds Company had a cash balance per books of $6,140.

The statement from Dakota State Bank on that date showed a balance of $7,690.80.

A comparison of the bank statement with the Cash account revealed the following facts.

1. The bank service charge for July was $25.

2. The bank collected $1,520 from a customer for Keeds Company through electronic funds transfer.

3. The July 31 receipts of $1,193.30 were not included in the bank deposits for July. These receipts were deposited by the company in a night deposit vault on July 31.

4. Company check No. 2480 issued to L. Taylor, a creditor, for $384 that cleared the bank in July was incorrectly entered in the cash payments journal on July 10 for $348.

5. Checks outstanding on July 31 totaled $1,860.10.

6. On July 31, the bank statement showed an NSF charge of $575 for a check received by the company from W. Krueger, a customer, on account.

