**E5.8** **(**[**LO 3**](https://jigsaw.vitalsource.com/books/9781119591344/epub/OPS/c05.xhtml?favre=brett#c05-feafxd-0011)**), AP** The following information pertains to Lance Company.

1. Cash balance per bank, July 31, $7,328.
2. July bank service charge not recorded by the depositor $38.
3. Cash balance per books, July 31, $7,364.
4. Deposits in transit, July 31, $2,700.
5. $2,016 collected for Lance Company in July by the bank through electronic funds transfer. The collection has not been recorded by Lance Company.
6. Outstanding checks, July 31, $686.

**Instructions**

1. Prepare a bank reconciliation at July 31, 2022.
2. Prepare a tabular analysis for the adjustments at July 31 on the books of Lance Company. Use the following column headings: Cash, Accounts Receivable, Revenues, and Expenses. Include margin explanations for the changes in revenues and expenses.

**P5.3** **(**[**LO 3**](https://jigsaw.vitalsource.com/books/9781119591344/epub/OPS/c05.xhtml?favre=brett#c05-feafxd-0011)**), AP** 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 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 record 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.

**Instructions**

1. Prepare the bank reconciliation as of July 31.

a. Adjusted cash bal. $7,024.00

1. Prepare a tabular analysis for the necessary adjustments at July 31. Use the following column headings: Cash, Accounts Receivable, Accounts Payable, Revenues, and Expenses. Include margin explanations for the revenues and expenses.

**E5.7** **(**[**LO 3**](https://jigsaw.vitalsource.com/books/9781119591344/epub/OPS/c05.xhtml?favre=brett#c05-feafxd-0011)**), AP** At April 30, the bank reconciliation of Back 40 Company shows three outstanding checks: No. 254 $650, No. 255 $700, and No. 257 $410. The May bank statement and the May cash payments record are given here.

| **Bank Statement****Checks Paid** |
| --- |
| **Date** | **Check No.** | **Amount** |
| 5-4 | 254 | $650 |
| 5-2 | 257 |  410 |
| 5-17 | 258 |  159 |
| 5-12 | 259 |  275 |
| 5-20 | 260 |  925 |
| 5-29 | 263 |  480 |
| 5-30 | 262 |  750 |
| **Cash Payments Record****Checks Issued** |
| **Date** | **Check No.** | **Amount** |
| 5-2 | 258 | $159 |
| 5-5 | 259 |  275 |
| 5-10 | 260 |  925 |
| 5-15 | 261 |  500 |
| 5-22 | 262 |  750 |
| 5-24 | 263 |  480 |
| 5-29 | 264 |  360 |

**Instructions**

Using Step 2 in the reconciliation procedure, list the outstanding checks at May 31.

**E5.10 (LO 3), AP The following information pertains to Raydon Company**.

* Cash balance per books, July 31, $8,768.
* $2,023 collected from a customer for Raydon Company in July by the bank through electronic funds transfer. The collection has not been recorded by Raydon Company.
* Cash balance per bank, July 31, $8,732.
* July bank service charge not recorded by the depositor $45.
* Outstanding checks, July 31, $1,486.
* Deposits in transit, July 31, $3,500.

**Instructions**

1. Prepare a bank reconciliation at July 31, 2022.
2. Prepare a tabular analysis of the adjustments at July 31 for Raydon Company.

**E5.11** **(**[**LO 3**](https://jigsaw.vitalsource.com/books/9781119591344/epub/OPS/c05.xhtml?favre=brett#c05-feafxd-0011)**), AP** The cash records of Upton Company show the following.

For July:

1. The June 30 bank reconciliation indicated that deposits in transit total $580. During July, the Cash account shows deposits of $16,900, but the bank statement indicates that only $15,600 in deposits were received during the month.
2. The June 30 bank reconciliation also reported outstanding checks of $940. During the month of July, Upton Company books show that $17,500 of checks were issued, yet the bank statement showed that $16,400 of checks cleared the bank in July.

For September:

1. In September, deposits per bank statement totaled $25,900, deposits per books were $26,400, and deposits in transit at September 30 were $2,200.
2. In September, cash disbursements per books were $23,500, checks clearing the bank were $24,000, and outstanding checks at September 30 were $2,100.

There were no bank debit or credit memoranda, and no errors were made by either the bank or Upton Company.

**Instructions**

Answer the following questions.

1. In situation 1, what were the deposits in transit at July 31?
2. In situation 2, what were the outstanding checks at July 31?
3. In situation 3, what were the deposits in transit at August 31?
4. In situation 4, what were the outstanding checks at August 31?