

Chapter 11: Bank Reconciliation Statements
Chapter Review Solutions

2. (a) **Outstanding Deposits** are Cash and cheques received and recorded by the business, but not the bank. They may have reached the bank after the Bank Statement for the current month was prepared.
 - (b) **Unrepresented Cheques** are drawn and recorded by the business, but not yet presented to the bank for payment.
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4. The reconciliation process involves identifying any transaction items that cause the difference between the Bank Statement Closing Balance (Bank's records) and the Bank Ledger Account (Business records) at a particular period. Mostly they involve timing differences, being items that appear on the records of the bank or of the business and which have yet to appear in the other's records.

6. Cain and Able

Date	Cash Receipts	Amount	Date	Cash Payments	Amount
Mar 05	Receipt 01	1,800	Mar 03	Cheque 414	780
10	Receipt 02	360	03	Cheque 415	200
12	Receipt 03	620	06	Cheque 416	560
16	Receipt 04	360	07	Cheque 417	380
24	Receipt 05	190	10	Cheque 418	360
31	Receipt 06	1,620	17	Cheque 419	740
31	Cheque dishonoured	(360)	24	Cheque 420	1,220
			28	Cheque 421	260
			29	Cheque 422	101
			31	Bank Charges	50
		<u>\$4,590</u>			<u>\$4,651</u>

Cash at Bank							100
Date	Details	Folio	Amount	Date	Details	Folio	Amount
31/03	Receipts		4,590.00	01/03	Balance b/d		4,540.00
31/03	Balance c/d		4,601.00	31/03	Payment		4,651.00
			<u>9,191.00</u>				<u>9,191.00</u>
				01/04	Balance c/d		4,601.00

Bank Reconciliation Statement as at March 31			
Debit balance as per bank statement			\$4,080
Add Unpresented cheques			
	416	\$ 560	
	420	1,220	
	421	260	
	422	101	2,141
			<u>6,221</u>
Less Outstanding deposits			- 1,620
Credit Balance per the Bank Ledger			<u>\$4,601</u>

8. **Rebecca Ford**

Date	Cash receipts	Amount	Date	Cash payments	Amount
Sept 04	Cash sales	33.79	Sept 02	Cheque 259213	44.46
15	Cash sales	622.50	04	Cheque 259214	149.52
16	M Paul – Direct Deposit	549.97	05	M Janet Lease payment	2,025.00
17	Cash sales	1,061.83	08	Cheque 259215	374.50
25	Cash sales	1,231.73	12	Cheque 259216	178.81
27	U Nash – Cheque dishonoured	(312.10)	16	Cheque 259217	466.23
30	Cash sales	244.23	20	Cheque 259218	870.04
			24	Cheque 259219	138.08
			27	Dishonour Fee	20.00
			29	Cheque 259220	1,261.03
			30	Overdraft Interest	18.50
			30	Govt Charges	26.20
		<u>3,431.95</u>			<u>5,572.37</u>

General Ledger

Cash at Bank							100
Date	Details	Folio	Amount	Date	Details	Folio	Amount
30/09	Receipts		3,431.95	01/09	Balance b/d		688.40
30/09	Balance c/d		2,828.82	30/09	Payments		5,572.37
			<u>6,260.77</u>				<u>6,260.77</u>
				01/10	Balance c/d		2,828.82

Bank Reconciliation Statement as at September 30	
Debit Balance as per bank statement	\$1,819.47
Add Cheques not yet presented	
259210	383.54
259218	870.04
	<u>1,253.58</u>
	3,073.05
Less Outstanding Deposit	<u>-244.23</u>
Credit Balance per the Bank Ledger	<u>\$2,828.82</u>

10. **Ellroh Enterprises**

Date	Cash receipts	Amount	Date	Cash payments	Amount
June 02	Direct Dep. J.Habour	2,000.00	June 02	Cheque 760	93.10
08		509.55	05	Cheque 761	87.60
18		3,068.05	17	Cheque 762	1,109.50
22		1,105.00	20	Cheque 763	9,958.62
30		5,209.22	23	Cheque 764	1,209.85
			29	Cheque 765	1,800.00
			30	Bank Charges	31.50
		<u>11,891.82</u>			<u>14,290.17</u>

General Ledger

Bank								100
Date	Details	Folio	Amount	Date	Details	Folio	Amount	
01/6	Balance b/d		440.80	30/6	Payments		14,290.17	
30/6	Receipts		11,891.82					
30/6	Balance c/d		1,957.55					
			<u>14,290.17</u>				<u>14,290.17</u>	
				01/7	Balance b/d		1,957.55	

Bank Reconciliation Statement as at June 30	
Credit Balance as per bank statement	9,695.35
Add Unbanked Amount	5,209.22
	<u>14,904.57</u>
Less Cheques not yet presented	
#759	5,103.50
#763	9,958.62
#765	<u>1,800.00</u>
	-16,862.12
Credit Balance per the Bank Ledger	<u>1,957.55</u>

12. Tiger Kant

Cash Receipts Book of Tiger Kant			Cash Payments Book of Tiger Kant		
Date	Details	\$	Date	Cheque No.	\$
31/03	Subtotal	5,356	31/03	Subtotal	7,812
15/03	Deposit	1,000		BS fees	22
18/03	Dep Adj	- 18			
		6,338			7,834

General Ledger

Bank								100
Date	Details	Folio	Amount	Date	Details	Folio	Amount	
01/03	Balance b/d		729	31/03	Payments		7,834	
31/03	Receipts		6,338					
31/03	Balance c/d		767					
			7,834				7,834	
				01/04	Balance b/d		767	

Bank Reconciliation Statement as at March 31	
Debit Balance as per bank statement	\$453
Add Cheques not yet presented	
#123	110
#130	230
#131	<u>1,100</u>
	1,440
	<u>1,893</u>
Less Unbanked amount	- 1,126
Credit Balance per the Bank Ledger	<u>\$767</u>