

Exercises and Problems

XACC/291 Principles of Accounting II

## Exercises and Problems

**E10-6 – Journal Entry**

Payroll Tax Expense \$352.16  
FICA Taxes Payable \$198.40  
Federal Unemployment Taxes Payable \$19.84  
State Unemployment Taxes Payable \$133.92

**E10-8 – List of statements about bonds**

1. *True*
2. *True*
3. *False*
4. *True*
5. *False*
6. *False*
7. *True*
8. *True*
9. *True*
10. *True*

**E10-18****A.**

January 1  
Cash 562,613  
Discount on Bonds Payable \$37,387  
Bonds Payable \$600,000

**B.**

July 1  
Bond Interest Expense \$28,131  
Discount on Bonds Payable \$1,131  
Cash \$27,000

**C.**

December 31

Bond Interest Expense \$28,187

Discount on Bonds Payable \$1,187

Bonds Interest Payable \$27,000

**Problem 10-3A -****A.**

May 1

Cash \$600,000

Bonds Payable \$600,000

**B.**

December 31

Bond Interest Expense \$27,000

Bond Interest Payable \$27,000

**C.**

Long Term Liabilities

Bonds Payable \$600,000

Less: Discount on Bonds Payable \$600,000

**D.**

May 1

Bond Interest Expense \$27,000

Cash \$27,000

**E.**

November 1

Bond Interest Expense \$27,000

Bond Interest Payable \$27,000

**E.**

November 1

Bonds Payable \$600,000

Premium Bonds Payable \$0

Loss on Bonds Redemption \$12,000

Cash \$612,000