

Sheet1

Inputs to Income Statement

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Floral arrangement collections	240000
Flower purchases	70000
Vases and ribbons purchases	30000
Delivery expenses	4500
Salaries and wages	36000
Insurance	5000
Rent	12000
Office supplies	7500
Utilities	5000

	Beginning (January 1)	Ending (December 31)
Accounts receivable	12500	37500
Inventory	5000	8000
Cost-of-goods-sold payable	8500	1500
Accrued operating expenses	3000	1000

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Today's Bouquets  
Income Statement  
For the period ending December 31, 1991

Net sales revenues	265000
Cost of goods sold	90000
Gross margin	175000
Operating expenses (except depreciation)	68000
Depreciation expense	2500
Net operating income	104500
Loss from refrigerator explosion	7000
Net income before taxes	97500