

ACC 510  
Problem 3-3  
Partnership Accounting

Calvert and Powers are partners with an agreement that income is to be distributed based on the schedule below. Using that information, calculate the amounts to be distributed to each partner for net income amounts #1 and #2.

Net Income #1	\$50,000
Net Income #2	\$36,000

	Calvert	Powers
Beginning Capital Balance	\$50,000	\$40,000
Salary Amount	\$20,000	\$12,000
Interest Rate on Beg Capital Balance	10.00%	10.00%
Percentage of Profit/Loss Remainder	60.00%	40.00%