|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| Top of Form  The treasurer of Unisyms Company has accumulated the following budget information for the first two months of the coming year:   |  |  |  | | --- | --- | --- | |  | March | April | | Sales. | $450,000 | $520,000 | | Manufacturing costs | 290,000 | 350,000 | | Selling and administrative expenses | 41,400 | 46,400 | | Capital additions | 250,000 | --- |   The company expects to sell about 35% of its merchandise for cash. Of sales on account, 80% are expected to be collected in full in the month of the sale and the remainder in the month following the sale. One-fourth of the manufacturing costs are expected to be paid in the month in which they are incurred and the other three-fourths in the following month. Depreciation, insurance, and property taxes represent $6,400 of the probable monthly selling and administrative expenses. Insurance is paid in February and a $40,000 installment on income taxes is expected to be paid in April. Of the remainder of the selling and administrative expenses, one-half are expected to be paid in the month in which they are incurred and the balance in the following month. Capital additions of $250,000 are expected to be paid in March.  Current assets as of March 1 are composed of cash of $45,000 and accounts receivable of $51,000. Current liabilities as of March 1 are composed of accounts payable of $121,500 ($102,000 for materials purchases and $19,500 for operating expenses). Management desires to maintain a minimum cash balance of $20,000.  Prepare a monthly cash budget for March and April.   |  |  |  |  |  | | --- | --- | --- | --- | --- | | Unisyms Company Cash Budget For the Two Months Ending April 30, 20-- | | | | | |  |  | |  | | |  | March | | April | | | Estimated cash receipts from: |  |  |  |  | | Cash sales | $ |  | $ |  | | Collections of accounts receivable | $ |  | $ |  | | Total cash receipts | $ |  | $ |  | | Estimated cash payments for: |  |  |  |  | | Manufacturing costs | $ |  | $ |  | | Selling and administrative expenses | $ |  | $ |  | | Capital additions | $ |  | ---------- |  | | Income taxes | ---------- |  | $ |  | | Total cash payments | $ |  | $ |  | | Cash increase (decrease) | $( | ) | $ |  | | Cash balance at beginning of month | $ |  | $ |  | | Cash balance at end of month | $ |  | $ |  | | Minimum cash balance | $ |  | $ |  | | Excess (deficiency) | $ |  | $ |  |   Bottom of Form |