Charlie Wi  Corporation's balance sheet and  income statement appear below:

|  |  |  |
| --- | --- | --- |
| *Comparative Balance Sheet* | *Beginning Balance* | *Ending Balance* |
| Assets: |  |  |
| Cash and cash equivalents | $39.00 | $31.00 |
| Accounts receivable | $61.00 | $71.00 |
| Inventory | $65.00 | $63.00 |
| Plant and Equipment | $598.00 | $500.00 |
| Less accumulated depreciation | $267.00 | $243.00 |
| Total assets | **$496.00** | **$422.00** |
|  |  |  |
| Liabilities and stockholders' equity: |  |  |
| Accounts payable | $39.00 | $44.00 |
| Wages payable | $16.00 | $17.00 |
| Taxes payable | $23.00 | $24.00 |
| Bonds payable | $209.00 | $230.00 |
| Deferred Taxes | $14.00 | $16.00 |
| Common stock | $65.00 | $60.00 |
| Retained Earnings | $130.00 | $31.00 |
| Total Liabilities and stockholders equity | **$496.00** | **$422.00** |
|  |  |  |
|  |  |  |
|  |  |  |
| *Income Statement* |  |  |
| Sales | 855 |  |
| Cost of goods | 530 |  |
| Gross Margin | 325 |  |
| Selling and administrative expense | 164 |  |
| Net operating income | 161 |  |
| Gain on sale of plant and equipment | 12 |  |
| Income before taxes | 173 |  |
| Income taxes | 52 |  |
| Net income | 121 |  |
|  |  |  |
|  |  |  |

The company sold equipment for $17 that was originally purchased for $15 and that had accumulated depreciation of $10.

On the basis of the above information, you are to prepare a Statement of Cash Flows for management’s use, and provide answers to the following questions.  (Use the indirect method for operating activities section of the accounting report.)

How much cash did Wi pay to its vendors for inventory purchases?

How much cash did  Wi pay to the government for income taxes?

How much cash did Wi pay as dividends to its stockholders?

Compute Free Cash