

24 A job cost sheet showed the following estimates.

	\$
materials	680
labour at \$20 per hour	200
overheads at \$10 per labour hour	100
profit	280
price of job	1260

The job actually took 25% more labour hours than were estimated.

What was the actual profit?

- A** \$205 **B** \$230 **C** \$330 **D** \$355

25 What is the most suitable basis to apportion power costs between two production centres?

- A** capital cost of machinery
B maintenance cost of machinery
C number of employees
D number of units produced

26 A manufacturing business makes a single type of product. It has two production departments, machining and assembly. A maintenance department provides services to the production departments.

Budgeted figures for these departments are shown.

	machining	assembly	maintenance
overheads	\$800 000	\$400 000	\$300 000
production units	200 000	50 000	

The business uses a cost per unit rate to absorb overheads. Maintenance department overheads are transferred to production departments in proportion to output.

Which figures are correct for the machining department?

	overheads \$	cost per unit \$
A	950 000	4.75
B	1 000 000	5.00
C	1 040 000	4.16
D	1 040 000	5.20