[Skip to main content](https://moodle.straighterline.com/mod/quiz/review.php?attempt=1665567#maincontent)

* [nav_logo](http://www.straighterline.com/)
* [Call: (855) 836-4203](tel:18558364203)
* [LIVE CHAT](https://moodle.straighterline.com/mod/quiz/review.php?attempt=1665567)
* [HELP CENTER](https://www.straighterline.com/help-center/)
* [Log Out](https://www.straighterline.com/customer/account/logout)

Page path

* [My Moodle](https://moodle.straighterline.com/my/) / ►
* My courses / ►
* [ACC101\_MH](https://moodle.straighterline.com/course/view.php?id=8) / ►
* [Topic 14: Accounting Information Systems](https://moodle.straighterline.com/course/view.php?id=8&section=15) / ►
* [Graded Exam #4](https://moodle.straighterline.com/mod/quiz/view.php?id=1499)

|  |  |
| --- | --- |
| **Started on** | Thursday, October 5, 2017, 1:15 AM |
| **State** | Finished |
| **Completed on** | Thursday, October 5, 2017, 3:03 AM |
| **Time taken** | 1 hour 48 mins |
| **Grade** | **132.00** out of 150.00 (**88**%) |

Top of Form

**Question 1**

Correct

6.00 points out of 6.00

Flag question

**Question text**

The five fundamental principles of accounting information systems are:

Select one:

a. Control, accountability, relevance, compatibility, and flexibility.

b. Historical cost, relevance, compatibility, flexibility, and cost-benefit.

c. Control, relevance, compatibility, flexibility, and safety.

d. Control, relevance, compatibility, timeliness, and cost-benefit.

e. Control, relevance, compatibility, flexibility, and cost-benefit.

**Feedback**

The correct answer is: Control, relevance, compatibility, flexibility, and cost-benefit.

**Question 2**

Correct

6.00 points out of 6.00

Flag question

**Question text**

Segment return on assets is segment operating income divided by segment average assets.

Select one:

True

False

**Feedback**

The correct answer is 'True'.

**Question 3**

Correct

6.00 points out of 6.00

Flag question

**Question text**

Uncertainties such as natural disasters:

Select one:

a. Are not contingent liabilities because they are future events not arising from past transactions or events.

b. Are contingent liabilities because they are future events arising from past transactions or events.

c. Should be disclosed because of their usefulness to financial statements.

d. Are estimated liabilities because the amounts are uncertain.

e. Arise out of transactions such as debt guarantees.

**Feedback**

The correct answer is: Are not contingent liabilities because they are future events not arising from past transactions or events.

**Question 4**

Correct

6.00 points out of 6.00

Flag question

**Question text**

Trade accounts payable are amounts owed to suppliers for products or services purchased on credit.

Select one:

True

False

**Feedback**

The correct answer is 'True'.

**Question 5**

Incorrect

0.00 points out of 6.00

Flag question

**Question text**

Income tax liabilities are the same whether calculated by tax accounting methods or by financial accounting methods.

Select one:

True

False

**Feedback**

The correct answer is 'False'.

**Question 6**

Correct

6.00 points out of 6.00

Flag question

**Question text**

The Accounts Payable account in the general ledger is:

Select one:

a. A controlling account for the subsidiary accounts payable ledger.

b. The account that controls the purchases journal.

c. The subsidiary account to the purchases journal.

d. Part of a special journal.

e. Part of a subsidiary ledger.

**Feedback**

The correct answer is: A controlling account for the subsidiary accounts payable ledger.

**Question 7**

Correct

6.00 points out of 6.00

Flag question

**Question text**

Gross pay is also called take-home pay.

Select one:

True

False

**Feedback**

The correct answer is 'False'.

**Question 8**

Correct

6.00 points out of 6.00

Flag question

**Question text**

The five basic principles of accounting information systems are control, competency, compatibility, flexibility and cost-benefit.

Select one:

True

False

**Feedback**

The correct answer is 'False'.

**Question 9**

Correct

6.00 points out of 6.00

Flag question

**Question text**

A contingent liability:

Select one:

a. Is always of a specific amount.

b. Is a potential obligation that depends on a future event arising from a past transaction or event.

c. Is an obligation not requiring future payment.

d. Is an obligation arising from the purchase of goods or services on credit.

e. Is an obligation arising from a future event.

**Feedback**

The correct answer is: Is a potential obligation that depends on a future event arising from a past transaction or event.

**Question 10**

Correct

6.00 points out of 6.00

Flag question

**Question text**

Assume that a company using a purchases journal made an error in totaling the journal's columns. The error should be discovered:

Select one:

a. When the purchases journal is posted to the general ledger.

b. When the trial balance is prepared.

c. When the total of the schedule of accounts payable is compared with the balance of the Accounts Payable account.

d. When the creditors receive their payments.

e. When the financial statements are prepared.

**Feedback**

The correct answer is: When the total of the schedule of accounts payable is compared with the balance of the Accounts Payable account.

**Question 11**

Correct

6.00 points out of 6.00

Flag question

**Question text**

FICA taxes include:

Select one:

a. Social Security taxes.

b. Charitable giving.

c. Employee income taxes.

d. Unemployment taxes.

e. All of these.

**Feedback**

The correct answer is: Social Security taxes.

**Question 12**

Correct

6.00 points out of 6.00

Flag question

**Question text**

Subsidiary ledgers are not needed in perpetual inventory systems because the accounting system captures sufficient details to support analyses that decision makers need.

Select one:

True

False

**Feedback**

The correct answer is 'False'.

**Question 13**

Correct

6.00 points out of 6.00

Flag question

**Question text**

The sales journal is used for recording:

Select one:

a. Credit purchases.

b. Credit sales.

c. Cash sales.

d. Cash purchases.

e. Cash receipts.

**Feedback**

The correct answer is: Credit sales.

**Question 14**

Correct

6.00 points out of 6.00

Flag question

**Question text**

A company's income before interest expense and taxes is $250,000 and its interest expense is $100,000. Its times interest earned ratio is .4.

Select one:

True

False

**Feedback**

The correct answer is 'False'.

**Question 15**

Correct

6.00 points out of 6.00

Flag question

**Question text**

Segment information is often useful to investors for evaluating a company's profitability, risk, and growth.

Select one:

True

False

**Feedback**

The correct answer is 'True'.

**Question 16**

Incorrect

0.00 points out of 6.00

Flag question

**Question text**

Employer payroll taxes:

Select one:

a. Are an added expense beyond the wages and salaries earned by employees.

b. Represent the federal taxes withheld from employees.

c. Represent the social security taxes withheld from employees.

d. Are paid by the employee.

e. All of these.

**Feedback**

The correct answer is: Are an added expense beyond the wages and salaries earned by employees.

**Question 17**

Correct

6.00 points out of 6.00

Flag question

**Question text**

Employers can use a wage bracket withholding table to compute federal income taxes withheld from each employee's gross pay.

Select one:

True

False

**Feedback**

The correct answer is 'True'.

**Question 18**

Correct

6.00 points out of 6.00

Flag question

**Question text**

The purchases journal is used for recording:

Select one:

a. Credit purchases.

b. Credit sales.

c. Cash sales.

d. Cash purchases.

e. Cash disbursements.

**Feedback**

The correct answer is: Credit purchases.

**Question 19**

Correct

6.00 points out of 6.00

Flag question

**Question text**

Most transactions for merchandising businesses fall into four groups: sales on credit, purchases on credit, cash receipts, and cash disbursements.

Select one:

True

False

**Feedback**

The correct answer is 'True'.

**Question 20**

Correct

6.00 points out of 6.00

Flag question

**Question text**

The times interest earned ratio reflects:

Select one:

a. A company's ability to pay its operating expenses on time.

b. A company's ability to pay interest even if sales decline.

c. A company's profitability.

d. The relation between income and debt.

e. The relation between assets and liabilities.

**Feedback**

The correct answer is: A company's ability to pay interest even if sales decline.

**Question 21**

Correct

6.00 points out of 6.00

Flag question

**Question text**

Sales taxes payable:

Select one:

a. Is an estimated liability.

b. Is a contingent liability.

c. Is a current liability for retailers.

d. Is a business expense.

e. Is a long-term liability.

**Feedback**

The correct answer is: Is a current liability for retailers.

**Question 22**

Incorrect

0.00 points out of 6.00

Flag question

**Question text**

Social security payments consist of Social Security taxes and Medicare taxes.

Select one:

True

False

**Feedback**

The correct answer is 'True'.

**Question 23**

Correct

6.00 points out of 6.00

Flag question

**Question text**

The accounts payable ledger has a controlling account in the general ledger and a separate subsidiary account for each creditor in the accounts payable ledger.

Select one:

True

False

**Feedback**

The correct answer is 'True'.

**Question 24**

Correct

6.00 points out of 6.00

Flag question

**Question text**

A record that contains all accounts (with amounts) of a company is the:

Select one:

a. General ledger.

b. General journal.

c. Special ledger.

d. Special journal.

e. Column balance ledger.

**Feedback**

The correct answer is: General ledger.

**Question 25**

Correct

6.00 points out of 6.00

Flag question

**Question text**

Accounts payable:

Select one:

a. Are amounts owed to suppliers for products and/or services purchased on credit.

b. Are long-term liabilities.

c. Are estimated liabilities.

d. Do not include specific due dates.

e. Must be paid within 30 days.

**Feedback**

The correct answer is: Are amounts owed to suppliers for products and/or services purchased on credit.

Bottom of Form

[Finish review](https://moodle.straighterline.com/mod/quiz/view.php?id=1499)

[Skip Quiz navigation](https://moodle.straighterline.com/mod/quiz/review.php?attempt=1665567#sb-1)

**Quiz navigation**

[Show one page at a time](https://moodle.straighterline.com/mod/quiz/review.php?attempt=1665567&showall=0)[Finish review](https://moodle.straighterline.com/mod/quiz/view.php?id=1499)

© Copyright 2017 Straighterline.   
All Rights Reserved.

* [nav_logo](http://www.straighterline.com/)