

Calculations for **Reconciliation of Net Income to Cash Flows from Operating Activities** -- Workpaper

Bradford Inc. Balance Sheet December 31, 2016 and 2015		
	December 31	
	2016	2015
Assets		
Cash	22,000	35,000
Accounts Receivable	72,000	119,000
Merchandise Inventory	130,000	126,000
Vehicle	82,000	49,000
Less: Accumulated Depreciation -- Vehicle	5,000	32,000
Totals	301,000	297,000
Liabilities & Stockholders' Equity		
Accounts Payable	19,300	94,000
Dividends Payable	4,000	0
Income Taxes Payable	8,000	7,000
Long-Term Note Payable	60,000	0
Common Stock, \$3 par value	85,000	82,000
Paid-in Capital in Excess of Par	98,000	93,000
Retained Earnings	26,700	21,000
Totals	301,000	297,000

Bradford Inc. Income Statement For the Year Ending December 31, 2016	
Sales	471,200
Cost of Goods Sold	255,000
Depreciation Expense	6,000
Other Operating Expenses	199,000
Gain on Sale of Vehicle	3,000
Income Taxes Expense	2,500
Net Income	11,700

1. Adjustments from accrual to cash basis accounting:

Calculate increases/decreases in *non-cash, current, operating assets and liabilities*

	Account	End. Bal	Beg. Bal	Amount of Change	Increase or decrease	Add or Deduct
Assets						
Liabilities						

2. Non-cash expenses (ADD):

3. Gains and Losses (ADD losses, DEDUCT gains):
