ACCT 102 Practice Sheet: Bank Reconciliation, Deposits in Transit, Outstanding Checks, and Cash Controls

Ohio State University
Financial Accounting (ACCT 102) | Practice Problems

Overview

A financial accounting practice sheet for students reviewing bank reconciliation and cash controls, including deposits in transit, outstanding checks, bank fees, NSF checks, journal entries, and adjusted cash balances.

Key topics

- bank balance versus book balance
- deposits in transit
- outstanding checks
- bank service charges and NSF checks
- journal entries after reconciliation

Suggested study tasks

- complete six bank reconciliation mini cases
- classify each reconciling item as bank-side or book-side
- prepare adjusting journal entries for book-side items
- trace errors to adjusted cash balance
- build a cash controls review checklist

Common pitfalls

- subtracting deposits in transit from the bank side
- recording journal entries for bank-side-only timing items
- forgetting NSF checks reduce book cash
- mixing bank errors with company errors
- stopping before both adjusted balances agree