

# HOGLE COMPANY JOB ORDERING COSTING

*Hogle Corporation is a manufacturer that uses job-order costing. On January 1, the beginning of its fiscal year, the company's inventory balances were as follows .*

Prepare the journal entries to record raw materials purchases and the issuance of direct materials for use in production. The following information pertains to Job A 1. Note from Exhibit 1. The following entry records this application of overhead cost: 2. A total of units were produced in Job If so, how much? Required 1. What is the company's predetermined overhead rate? Manufacturing overhead is overapplied for the year. The following information was available with respect to this job: Compute the total manufacturing cost assigned to Job Compute predetermined overhead rates and explain why estimated overhead costs rather than actual overhead costs are used in the costing process. Prepare the journal entry to close the amount of underapplied or overapplied overhead to Cost of Goods Sold. Prepare an income statement. If this amount were closed out entirely to Cost of Goods Sold, would the journal entry increase or decrease net operating income? Prepare an income statement for the year. If so, how much? Prepare the journal entry to close the amount of underapplied or overapplied overhead to Cost of Goods Sold. If Job A consists of 50 units, what is the average cost assigned to each unit included in the job? The following additional information is available for the company as a whole and for Jobs P and Q all data and questions relate to the month of March : 1. What is the total manufacturing cost assigned to Job A? Prepare the journal entry to apply manufacturing overhead to production. Assume all raw materials used in production were direct materials. At the beginning of the year, the company made the following estimates: 1. All of these examples are characterized by diverse outputs. In certain decisions, calculating the unit cost is imperative. Prepare journal entries to record the preceding transactions. Due to greater than expected demand of its products, the company worked 80, machine hours during the year. Stop after computing the unadjusted cost of goods sold. Prepare journal entries to record the information given above. Couplings connect the cars on the roller coaster and are a critical component in the performance and safety of the ride. Job P was completed and sold by the end of the March and Job Q was incomplete at the end of the March. Before we begin our discussion, recall from a previous chapter that companies generally classify manufacturing costs into three broad categories: 1 direct materials, 2 direct labor, and 3 manufacturing overhead. Required: Record the above transactions in journal entries.