

Bank Reconcilations

Identify each of the following reconciling items as:

- a) an addition to the balance according to the bank statement;
- b) a deduction from the balance according to the bank statement;
- c) an addition to the balance according to the depositor's records;
- d) a deduction from the balance according to the depositors records

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| 1. Bank service charges, \$40.10. | d. |
| 2. Outstanding checks, \$8,515.50. | b. |
| 3. Check drawn by depositor for \$90 but recorded as \$900. | c. |
| 4. Deposit in transit, \$3,279.12. | a. |
| 5. Note collected by bank, \$5,200.00. | c. |
| 6. Check for \$27 charged by bank as \$72. | a. |
| 7. Check of a customer returned by bank to depositor because of insufficient funds, \$212.50. | d. |

Which require journal entries?