

PROBLEMS

L01

P9-1

Job cost sheet for a service business

Libby and Sandman, Attorneys-at-Law, provided legal representation to Williams Equipment, Inc., in a product liability suit. Twenty partner hours and 65 associate hours were worked in defending the company. The cost of each partner hour is \$325, which includes partner wages plus overhead based on direct labor cost. The cost of each associate hour is \$145, which also includes both wages and overhead. Other costs that can be directly identified with the job are travel (\$2,800) and telephone/fax charges (\$1,740). The date Williams contracted with Libby and Sandman was May 8, and the defense was successfully completed on December 21.

Required:

Prepare a job order cost sheet, in good form, for Williams Equipment, Inc.