

Cash budget

a) Cash collections schedule:

	<u>May</u>	<u>June</u>	<u>July</u>	<u>Aug</u>	<u>Sept</u>
Sales					
Cash	30%				
Credit	70%				

A/R schedule

From credit sales:					
May			\$	-	
June			\$	-	\$ -
July			\$	-	\$ -
Aug				\$ -	\$ -
Sept					\$ -
Total credit collections			\$	-	\$ -
Cash sales			\$	-	\$ -
Total cash collected:			\$	-	\$ -

b) purchases and payments budget

	Beginning inventory		
+	Purchases		
-	<u>Ending inventory</u>		
	COGS		

Payments	From:	June	\$6,000		
		July	\$0	\$0	
		Aug		\$0	\$0
		Sept			\$0
Total merchandise payments:			<b>\$6,000</b>	<b>\$0</b>	<b>\$0</b>

c) Monthly Cash Budget

	<u>July</u>	<u>Aug</u>	<u>Sept</u>
Beginning cash balance:			
Short-term bank financing principal:			
Cash Collections:			
Total cash available	\$0	\$0	\$0
Disbursements			
Payments for merchandise			
Expenses			
Equipment note			
Disbursements: subtotal	\$0	\$0	\$0
Financing			

Short-term principal repayment

Interest expense			<u>\$0</u>
Total disbursements	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Ending cash balance	<u><b>\$0</b></u>	<u><b>\$0</b></u>	<u><b>\$0</b></u>
Total quarterly financing:	\$0		
Total quarterly interest expense			
July principal:	\$0		
Aug principal:	\$0		