

## Multi-Step Income Statement

Whiteside Antiques											
Income Statement											
Year Ended December 31, 2013											
<b>Operating Revenue</b>											
Sales											561 650 00
Less Sales Returns and Allowances											12 500 00
Net Sales											549 150 00
<b>Cost of Goods Sold</b>											
Merchandise Inventory, Jan. 1, 2013										52 000 00	
Purchases										321 500 00	
Freight In										9 800 00	
Delivered Cost of Purchases										331 300 00	
Less Purchases Returns and Allowances										3 050 00	
Purchases Discounts										3 130 00	
Net Delivered Cost of Purchases										325 120 00	
Total Merchandise Available for Sale										377 120 00	
Less Merchandise Inventory, Dec. 31, 2013										47 000 00	
Cost of Goods Sold											330 120 00
Gross Profit on Sales											219 030 00
<b>Operating Expenses</b>											
<b>Selling Expenses</b>											
Salaries Expense—Sales										79 690 00	
Advertising Expense										7 425 00	
Cash Short or Over										1 250 00	
Supplies Expense										4 975 00	
Depreciation Expense—Store Equipment										2 400 00	
Total Selling Expenses										94 615 00	
<b>General and Administrative Expenses</b>											
Rent Expense										27 600 00	
Salaries Expense—Office										26 500 00	
Insurance Expense										2 450 00	
Payroll Taxes Expense										7 371 20	
Telephone Expense										1 875 00	
Uncollectible Accounts Expense										800 00	
Utilities Expense										5 925 00	
Depreciation Expense—Office Equipment										700 00	
Total General and Administrative Expenses										73 221 20	
Total Operating Expenses											167 836 20
Net Income from Operations											51 193 80
<b>Other Income</b>											
Interest Income										1 660 00	
Miscellaneous Income										3 660 00	
Total Other Income										5 320 00	
<b>Other Expenses</b>											
Interest Expense										770 00	
Net Nonoperating Expense											238 00
Net Income for Year											50 955 80

Operating Revenue Section

Cost of Goods Sold

Operating Expenses:  
(Common Separations:  
Selling Expenses  
&  
General & Administrative

Other Income  
(Usually Interest Income  
and Misc. Income )

Other Expense  
(Usually Interest Expense)