# TABLE OF CONTENTS

**GEN16000  COST ACCOUNTING**

## 16000.1  Job Order Cost Accounting
- **16000.1.1** Materials (Parts)
  - **16000.1.1.1** Materials (Parts) Purchases
  - **16000.1.1.2** Materials (Parts) Use (Requisition)
  - **16000.1.1.2.1** Direct Materials Used
  - **16000.1.1.2.2** Indirect Materials Used
- **16000.1.2** Labor
  - **16000.1.2.1** Labor Expense Incurred
    - **16000.1.2.1.1** Inside Labor
    - **16000.1.2.1.2** Outside Labor
  - **16000.1.2.2** Labor Application
    - **16000.1.2.2.1** Direct Labor
    - **16000.1.2.2.2** Indirect Labor
- **16000.1.3** Factory (Manufacturing) Overhead
  - **16000.1.3.1** Recording Factory (Manufacturing) Overhead Expense
  - **16000.1.3.2** Application of Overhead to Work-in-Process (Jobs-in-Process) Inventory
  - **16000.1.3.3** Over-Applied or Under-Applied Factory (Manufacturing) Overhead
    - **16000.1.3.3.1** Over-Applied or Under-Applied Balance in the Factory (Manufacturing) Overhead Account Is Not Significant Compared with Total Factory (Manufacturing) Overhead During the Period
      - **16000.1.3.3.1.1** Over-Applied Factory (Manufacturing) Overhead
      - **16000.1.3.3.1.2** Under-Applied Factory (Manufacturing) Overhead
    - **16000.1.3.3.2** Over-Applied or Under-Applied Balance in the Factory (Manufacturing) Overhead Account Is Significant Compared with Total Factory (Manufacturing) Overhead During the Period
      - **16000.1.3.3.2.1** Over-Applied Factory (Manufacturing) Overhead
      - **16000.1.3.3.2.2** Under-Applied Factory (Manufacturing) Overhead
- **16000.1.4** Completion and Sale of Jobs
  - **16000.1.4.1** Completion of Jobs
  - **16000.1.4.2** Sale of Jobs

## 16000.2  Process Costing
- **16000.2.1** Materials (Parts)
  - **16000.2.1.1** Materials (Parts) Purchases
  - **16000.2.1.2** Materials (Parts) Use (Requisition)
  - **16000.2.1.2.1** Direct Materials (Parts) Used
  - **16000.2.1.2.2** Indirect Materials Used
- **16000.2.2** Conversion Costs (Labor and Overhead)
  - **16000.2.2.1** Labor Expense Incurred
    - **16000.2.2.1.1** Inside Labor
    - **16000.2.2.1.2** Outside Labor
  - **16000.2.2.2** Recording Factory (Manufacturing) Overhead Expense
  - **16000.2.2.3** Allocation of Conversion Costs
16000.2.2.3.1  Simplified Allocation Approach
16000.2.2.3.2  Expanded Allocation Approach
16000.2.2.3.2.1  Direct Labor
16000.2.2.3.2.2  Factory (Manufacturing) Overhead
16000.2.2.3.2.2.1  Recording Actual Factory (Manufacturing) Overhead
16000.2.2.3.2.2.2  Recording Application of Factory (Manufacturing) Overhead to Departments
16000.2.2.3.2.2.3  Over-Applied or Under-Applied Factory (Manufacturing) Overhead
16000.2.2.3.2.2.3.1  Over-Applied or Under-Applied Overhead Is Not Significant Compared with Total Actual Factory (Manufacturing) Overhead During the Period
16000.2.2.3.2.2.3.2  Over-Applied or Under-Applied Factory (Manufacturing) Overhead Is Significant Compared with Total Factory (Manufacturing) Overhead During the Period
16000.2.3  Transfer of Units
16000.2.3.1  Transfer Between Departments
16000.2.3.2  Transfer from Last Department to Finished Goods Inventory

16000.3  Standard Costing
16000.3.1  Materials (Parts)
16000.3.1.1  Materials (Parts) Purchases
16000.3.1.2  Materials (Parts) Use (Requisition)
16000.3.1.2.1  Direct Materials (Parts)
16000.3.2  Labor
16000.3.2.1  Labor Expense Incurrence
16000.3.2.1.1  Inside Labor
16000.3.2.1.2  Outside Labor
16000.3.2.2  Direct Labor
16000.3.3  Factory (Manufacturing) Overhead
16000.3.3.1  Recording Actual Factory (Manufacturing) Overhead
16000.3.3.2  Applying Factory (Manufacturing) Overhead
16000.3.4  Closing Variance Accounts
16000.3.4.1  Net Amount of Variances Is Not Significant Compared with Total Manufacturing Costs for the Period
16000.3.4.2  Net Amount of Variances Is Significant Compared with Total Manufacturing Costs for the Period
16000.3.5  Under-Applied or Over-Applied Factory (Manufacturing) Overhead
16000.3.5.1  Under-Applied or Over-Applied Factory (Manufacturing) Is Not Significant Compared with Total Factory (Manufacturing) Overhead for the Period
16000.3.5.2  Under-Applied or Over-Applied Factory (Manufacturing) Overhead Is Significant Compared with Total Factory (Manufacturing) Overhead During the Period
16000.3.6  Completion of Product

16000.4  Variable (Direct) Costing
16000.4.1  Adjusting Accounts from Variable (Direct) Costing to Include Fixed Costs of Manufacturing

16000.5  Spoilage, Scrap, and Reworked Product
16000.5.1  Spoilage
16000.5.1.1 Normal Spoilage
16000.5.1.1.1 Normal Spoilage Recorded
16000.5.1.1.2 Normal Spoilage Sold
16000.5.1.2 Abnormal Spoilage
16000.5.2 Scrap
16000.5.2.1 Sale of Scrap if Amount Received Is Recorded as Scrap Revenue
16000.5.2.2 Sale of Scrap if Amount Received Is Used to Offset Cost of All Production
16000.5.2.3 Sale of Scrap if Amount Received Is Used to Offset the Cost of a Particular Job in a Job Cost System
16000.5.3 Reworked Units

16000.6 Operations (Hybrid) Costing
16000.6.1 Materials (Parts) Use (Requisition)
16000.6.2 Recording Actual Conversion Costs
16000.6.3 Application of Conversion Costs to Production
16000.6.4 Transfer of Production Between Departments (Processes)
16000.6.5 Transfer of Production Out of Last Department (Process) to Finished Goods Inventory

16000.7 Backflush (Post-Deduct or Delayed) Costing
16000.7.1 Purchase of Raw Materials (Parts)
16000.7.2 Recording Actual Conversion Costs
16000.7.3 Recording Finished Goods
16000.7.4 Recording Cost of Goods Sold
16000.7.5 Recording Raw Materials Efficiency Variance
16000.7.6 Recording Under-Applied or Over-Applied Conversion Costs
16000.7.6.1 Recording Under-Applied Conversion Costs
16000.7.6.2 Recording Over-Applied Conversion Costs

455