 Module 31B: Bad Debts (Optional): Name: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Fully meeting expectations, with enriched understanding (EU)** | **Fully meeting grade level expectations (FM)** | **Mostly meeting grade level expectations (MM)** | **Not yet meeting grade level expectations (NY)** |
| **Examine bad debts expense using the allowance method.** | You can confidently examine bad debts expense using the allowance method.You might be: * Able to explain why a change in method (in calculating bad debts) must be disclosed on financial statements. (Refer to the GAAP’s)
 | You can examine bad debts expense using the allowance method.You show this by:* Correctly and with consistency record the journal entries for bad debts using the direct write off method include write off and collection of a previously written off account.
* Correctly and with consistency recording the journal entries for bad debts using allowance method including adjustment, writing off an account and collection of a previously written off account.
* Calculating the estimated bad debts using multiple methods.

You support your examination with relevant details and examples.  | You are exploring and practicing examining bad debts expense using the allowance method.You may be: * Making accuracy errors in recording the journal entries for bad debts using the direct write off method.
* Making accuracy errors when recording entries using the allowance method.
 | You are having trouble examining bad debts expense using the allowance method.Consider: * Reviewing the similarities and differences between direct write off and allowance methods
 |

Feedback: