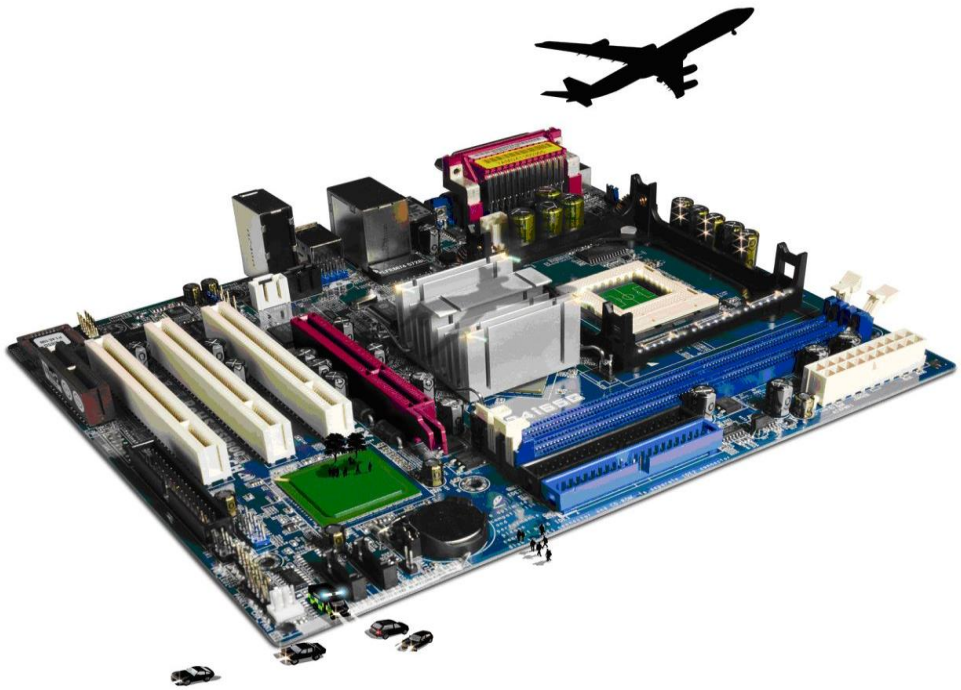
City & Guilds Level 3 Computerised accounting software (7574-317)

www.cityandguilds.com
January 2024
Version 1.1

ITQ
Assignment guide for Candidates
Assignment C



About City & Guilds

City & Guilds is the UK's leading provider of vocational qualifications, offering over 500 awards across a wide range of industries, and progressing from entry level to the highest levels of professional achievement. With over 8500 centres in 100 countries, City & Guilds is recognised by employers worldwide for providing qualifications that offer proof of the skills they need to get the job done.

City & Guilds Group

The City & Guilds Group includes City & Guilds, ILM (the Institute of Leadership & Management) which provides management qualifications, learning materials and membership services, NPTC which offers land-based qualifications and membership services, and HAB (the Hospitality Awarding Body). City & Guilds also manages the Engineering Council Examinations on behalf of the Engineering Council.

Equal opportunities

City & Guilds fully supports the principle of equal opportunities and we are committed to satisfying this principle in all our activities and published material. A copy of our equal opportunities policy statement is available on the City & Guilds website.

Copyright

The content of this document is, unless otherwise indicated, © City & Guilds Limited and may not be copied, reproduced or distributed without prior written consent. However, approved City & Guilds centres and learners studying for City & Guilds qualifications may photocopy this document free of charge and/or include a PDF version of it on centre intranets on the following conditions:

- centre staff may copy the material only for the purpose of teaching learners working towards a City & Guilds qualification, or for internal administration purposes
- learners may copy the material only for their own use when working towards a City & Guilds qualification.

The Standard Copying Conditions (see the City & Guilds website) also apply.

Contains public sector information licensed under the Open Government Licence v3.0.

Publications

City & Guilds publications are available on the City & Guilds website or from our Publications Sales department at the address below.

Every effort has been made to ensure that the information contained in this publication is true and correct at the time of going to press. However, City & Guilds' products and services are subject to continuous development and improvement and the right is reserved to change products and services from time to time. City & Guilds cannot accept liability for loss or damage arising from the use of information in this publication.

City & Guilds
5-6 Giltspur Street
London EC1A 9DE
www.cityandguilds.com

Contents

Unit 7574-317 – Computerised accounting software

Assignment C

Introduction – Information for Candidates	3
Candidate instructions	4

Level 3Computerised accounting software (7574-317) Assignment C

Introduction – Information for Candidates

About this document

This assignment comprises all of the assessment for **Level 3 Computerised accounting software (7574-317).**

Health and safety

You are responsible for maintaining the safety of others as well as your own. You are asked to work safely at all times.

You will **not** be allowed to continue with an assignment if you compromise any of the Health and Safety requirements.

Time allowance

The recommended time allowance for this assignment is **two and a half hours**.

Candidate instructions

Time allowance: two and a half hours

The assignment:

This assignment is made up of **four** tasks

- Task A - Installing new accounting system
- Task B - Preparing a new account prior to entering records
- Task C - Managing accounts
- Task D - Producing management reports

Scenario

You are employed as a company accountant for **Show Homes**, a small company that specialises in supplying building firms display furnishings and light refreshments for their show houses.

Your responsibilities include: -

- Installing and updating accounting software
- Entering customer and suppler details
- Updating customer and supplier details
- Entering sales invoices
- Entering purchase invoices
- Paying invoices that are due
- Producing accounting reports and responding to accounts queries
- Designing and producing company stationary.

There has been a recent systems failure and your company has decided to change its name to **Pyramid Supplies**. Your manager (Mr Paul Harlow) has set out the tasks which he sees as a priority. He would like you to try to complete as many of these tasks as possible.

It is early June and the financial year started on 1 January

Note: If you are sitting this assignment between January and June use the **previous** year for your accounts.

Read all of the instructions carefully and complete the tasks in the order given.

Task A –Installing new accounting system

Note: A maximum of 30 minutes is allocated to Task A. If extra time is required it should be outside of the allocated assessment time.

1 Create a folder in your working area or on removable media named **casL3C_XX** (where xx are your initials). Copy any supplied files (i.e. **AnswersL3C.rtf**) and save any work created for this assignment to this folder.

Using the answer sheet provided by your assessor (AnswersL3.rtf) add your initials to the end of the filename (e.g. **AnswersL3C_XX**) and save it to your work area.

2 Using your answer sheet, explain how best to code new customer and supplier entries in order to make them unique.

3 Using your answer sheet, explain why it is advisable to give each of the products/services purchased or sold a unique reference number.

4 Using your answer sheet, explain the risks that could exist for data security and the procedures that could be put in place for data protection.

5 Using your answer sheet, explain the need to adhere to both legal and local guidelines when storing or using data.

6 Your assessor will provide you with some accounting software. Using either your network or a stand alone computer, demonstrate to your assessor how to install the accounting software provided any routine updates as necessary. Take a screen print of the installation process and paste it into your answer document.

Task B – Preparing a new account prior to entering records

1 Using the software that you have just installed, or returning to your normal system application, configure a new account with the following settings: -

- Company name **Pyramid Supplies**
- Address: 1 Wickham Crescent, Islington, London, BN2 9YR
- E-mail: **mail@mypyramid.coz**
- Web: www.pyramidshows
- Tax (VAT) registration number: 232 3232 99B
- Accounting year to be 01 January XX to 31 December XX
- Currency to be the local currency set to 2 decimal places
- Company opening balance as of 01 January XX is 145,934.75
- Local tax (e.g. VAT) to include 17.5%, 20% and Zero rates
- Where your system requires, assign suitable product codes both sales and purchases
- Password protect the accounts using the name: **myaccounts**

2 Create the following 4 customer accounts, responding to any error messages and correct any mistakes:

Company name: Brightbuild
Contact details: Mrs Jennifer Lightwater
Telephone: 09254 123 4578

E-mail: jlightwater@brightbuild.coz
Invoice address: 16 Headly Drive, London, SW35 7QJ
Shipping address: same
Opening balance: 0.00
Start date: 01/01/xxxx

Company name: Heritage Build
Contact details: Mr Jose Dominique
Telephone: 020 5056 1212
E-mail: jose@heritage.coz.uk
Invoice address: 115 Park Lane, London, EC22 6ZZ
Shipping address: same
Opening balance: 0.00
Start date: 01/01/xxxx

Company name: Monarch
Contact details: Ms Jane King
Telephone: 09256 235 6589
E-mail: jking@monarch.eu.coz
Invoice address: 22 Windsor Parade, Hampshire, SS45 8RT
Shipping address: same
Opening balance: 0.00
Start date: 01/01/xxxx

Company name: Liverpool Trust,
Contact details: Mr John Hemmings
Telephone: 01997 997 4545
E-mail: jhemmings@ltrust.coz
Invoice address: 356 Everton Road, Liverpool, LP12 3UV
Shipping address: same
Opening balance: 125 Credit carried forward from previous financial year
Start date: 01/01/xxxx

3 Create the following 4 supplier accounts, responding to any error messages and correct any mistakes:

Company name: Hemmingway Bakers
Contact details: Mr John Hemmingway
Telephone: 09987 698 12587
E-mail: johnhemm23@thebakery.coz.uk
Address: 4 The Parade, Bolton, BN20 7OP

Company name: Lamps Galore
Contact details: Ms Linda Bright
Telephone: 00145 235 5658
E-mail: lbright@lampsgalore.coz
Address: 15 Oxford Street, Birmingham, BN45 1JN

Company name: Sherrington's Furnishings
Contact details: Mr Henry Sherrington

Telephone: 0209 2678 5544
E-mail: None
Address: 69 Luxhor Drive, Nottingham, NN12 5YR

Company name: Lewiston Décor
Contact details: Mrs Elizabeth Lewiston
Telephone: 08896 565 2347
E-mail: liz@ldecor.co.coz
Address: 487 London Road, Edgeware, London, W1 6MM

4 Locate customer **Heritage Build** and make a note on their file that they are entitled to a 10% discount on all purchases over £1,000.00 setting any flags where possible.
Take a screen print of the entry and paste it into your answers document.

5 Having prepared the basic accounts, take a backup using a suitable version control and save it to your work area.

Task C – Managing accounts

1 A customer has moved premises and the contact details have also changed.
Find and edit the customer details.

Customer	Liverpool Trust 5 Northampton Road Eversley LV56 6TY Contact: Mr Douglas Haymes E-mail: dhaymes@ltrust.coz New Tel: 01877 945 2389

2 Add the following memo or note to the Liverpool Trust customer file:

New address and contact entered on [*Enter today's date*]

3 You have received a memo asking you to create accounts for two new suppliers where necessary using suitable supplier codes.

Supplier 1	**Supplier 2**
Company name: Edmund Bradley & Sons Contact details: Mr Tom Bradley Telephone: 0788 994 7252	Company name: Clive Scott Ltd Contact details: Mrs Pam Scott Telephone: 061 765 8343

Fax: 0788 994 5272 E-mail: t.bradley@ebandsons.coz.uk Invoice address: 34 Hamilton Road, Leamington, CV24 4FJ Shipping address if required: same Opening balance: 0.00 Start date: 11/03/xxxx	Fax: 061 765 8366 E-mail: ps@fa.co.uk Invoice address: 23 Kenilworth Avenue, Coventry, CV2 7FK Shipping address if required: same Opening balance: 0.00 Start date: 15/04/xxxx

4 Enter the following customer and supplier invoices making any adjustments necessary and responding to any transaction errors that may occur.

Note: Use the appropriate tax rate for the financial year (e.g. 17.5%, 20% etc**)**

Invoice	Date	Customer	Qty	Description	Unit Price	Tax Rate
305	12-01-xx	Liverpool Trust (Apply any credit)	1	Dark red carpet (25 sq mt)	605.00	Std
306	12-01-xx	Monarch	1 2	Flexi-light light fitting Senator table lamp	245.00 97.50	Std Std
307	14-01-xx	Heritage Build	1 1	Hall reception table Sofa	196.50 655.50	Std Std
308	22-01-xx	Liverpool Trust	1 1 4	Telephone table & chair Denver occasional chair Full place dinner setting	275.75 250.00 69.00	Std Std Std
309	27-01-xx	Brightbuild	1 30	37" Sony LED TV Finger buffet	650.00 7.95	Std Zero

External Invoice	Date	Supplier	Qty	Description	Net Price	Tax Rate
S2579	20-01-xx	Sherrington's Furnishings	1	Dark red carpet (25 sq mt)	420.00	Std
LG265	24-01-xx	Lamps Galore	1	Flexi-light light fitting	169.00	Std
H1258	30-01-xx	Hemmingway Bakers	2 30	Luxury biscuits Standard finger buffet	20.00 5.50	Zero Zero
EB68	04-02-xx	Edmund Bradley & Sons	1 5	Clothes rail 4 – 6 yrs clothes (mixture)	35.00 8.55	Std Zero
CS0028	05-02-xx	Clive Scott Ltd	3 1 4	Leather reception chair Medium writing desk Table lamp	185.00 326.00 56.95	Std Std Std

Note: As local tax may have changed according to the financial year end, accept your systems default settings for tax purposes throughout this assignment (e.g. 17.5% or 20%).

5 You have received a memo asking you to create accounts for two new customers where necessary using suitable customer codes.

Customer 1	Customer 2
Company name: National Builds Contact details: Mr James Pickering Telephone: 01888 996 2222 E-mail: jpickering@nbuilds.gov.coz Invoice address: 6 Victoria Street, London, WC98 3BN Shipping address if required: same Opening balance: 0.00 Start date: 11/02/xxxx	Company name: Johnson Furnishings Contact details: Mr John Carter Telephone: 09777 396 1545 E-mail: jcarter@johnsons.coz Invoice address: 36 Queen Street, Norwich, NO35 2NN Shipping address if required: same Opening balance: 0.00 Start date: 11/02/xxxx

6 Enter the following two sales credit notes and one supplier credit note.

Credit Ref:	Date	Customer	Description	Net Price	Tax Rate
C2	28-01-xx	Monarch	Overcharge on Senator table lamps – invoice 306. Unit price is now 87.50	20.00	Std
C3	02-02-xx	Brightbuild	Overcharge on finger buffet – invoice 309. Unit price is 6.95	30.00	Zero

External Ref:	Date	Supplier	Description	Net Price	Tax Rate
LG265	30-01-xx	Lamps Galore	Overcharge on Flexi-light fittings – unit price is now 139.00	30.00	Std

7 Three payments have been received from customers. Enter the receipts and allocate the payments to customer invoices where appropriate.

Ext. Ref:	Date	Customer	Description	Amount	
LT9124	15-02-xx	Liverpool Trust	Settles Invoice 305	Tax @ 17.5% Tax @ 20%	585.88 601.00
P9125	16-02-xx	Monarch	Settles Invoice 306	Tax @ 17.5% Tax @ 20%	493.50 504.00
B2225	22-02-xx	Brightbuild	Settles Invoice 309	Tax @ 17.5% Tax @ 20%	972.25 988.50

8 You have been asked to arrange payment to the following three suppliers for the relevant invoice. Enter the supplier payment allocating the payment where appropriate.

Cheque	Date	Supplier Name	Details	Total Amount	
00091	23-02-xx	Sherrington's Furnishings	Full payment – Invoice S2579	Tax @ 17.5% Tax @ 20%	493.50 504.00
00092	23/02-xx	Lamps Galore	Full payment – Invoice LG265	Tax @ 17.5% Tax @ 20%	163.33 199.80

00093	23-02-xx	Clive Scott Ltd	Part payment on account – Invoice CS0028	N/A	500.00

9 The following payments have been made to casual or special suppliers who are not to be included in the purchase ledger as suppliers. Record the payments in the cash records.

Cheque	Date	Supplier Name	Details	Net Amount	Tax
00094	24-02-xx	Golding and Levy	Accountancy	598.50	Std
00095	24-02-xx	Satchell Brothers	Advertising	315.55	Std

Task D – Producing management reports

1 Produce a trial balance sheet on an accrual basis for you company for the current financial year and save it to your working area with the name **Printout1_XX** (where XX are your initials).

2 Your manager has asked you to write down the total values for the current financial year for the categories shown below.

Run suitable reports and enter the totals of the transactions in each category on your answer sheet **AnswersL3C_XX** (where XX are your initials).

	Gross
All Sales Invoices	
Total amount owed by customers	
Total amount owed to suppliers	
Tax due for the current year	

3 You have been asked to customise the company reports to include the supplied logo (**pyramidlogo.jpg**)

Using your customised report, create a first payment reminder for **Heritage Build**.

Save it with the name **Printout2_XX** in your working area**.**

4 Export a trial balance to date for the current financial year in a format that can be imported into a spreadsheet (e.g. .xls, cvs).

Save the exported file to your work area as **Export_XX** (where XX are your initials).

5 Ensure that you have checked all information and respond to any errors or problems that may have arisen then back up your data to your working folder **casL3C_XX** with a suitable name.

Check that you have saved all of your work to your working folder then shut down.

When you have finished working:

- Sign each document above your name and label all removable storage media with your name.
- Hand all paperwork and removable storage media to your assessor.

If the assignment is taken over more than one period, all paperwork and removable media must be returned to the test supervisor at the end of each sitting.

End of assignment

Published by City & Guilds. City & Guilds is a trademark of City & Guilds Limited.

City & Guilds
Giltspur House
5–6 Giltspur Street
London
EC1A 9DE

cityandguilds.com/about-us