**Solution 1.24**

Bucknell, Inc. uses the calendar year as its fiscal year. Determine the total net cash flow recorded at the end of the fiscal year*.*

|  |  |  |
| --- | --- | --- |
| **Month** | **Receipts, $1000** | **Disbursements, $1000** |
| Jan | 300 | 500 |
| Feb | 950 | 500 |
| Mar | 200 | 400 |
| Apr | 120 | 400 |
| May | 600 | 500 |
| June | 900 | 600 |
| July | 800 | 300 |
| Aug | 900 | 300 |
| Sept | 900 | 200 |
| Oct | 500 | 400 |
| Nov | 400 | 400 |
| Dec | 1800 | 700 |

*Solution on next page...*

*Solution:*

Month Receipts, $1000 Disbursements, $1000 NCF, $1000

Jan 300 500 -200

Feb 950 500 +450

Mar 200 400 -200

Apr 120 400 -280

May 600 500 +100

June 900 600 +300

July 800 300 +500

Aug 900 300 +600

Sept 900 200 +700

Oct 500 400 +100

Nov 400 400 0

Dec 1800 700 +1100

+3,170

Net cash flow = $3,170 ($3,170,000)