

Name:

B-17.03

Date:

Section:

This paper earns a grade of ____.

- 1 *Billboard advertising space would be period cost, not a product cost.*
- 2 *Beginning work in process, plus conversion costs, minus ending work in process, equals cost of goods manufactured.*
- 3 *Conversion costs are always the same, no matter the level of output.*
- 4 *Production costs generally consist of prime costs plus manufacturing overhead.*
- 5 *Product costs attach can also be described as "inventoriable."*
- 6 *The cost of air filters used in the paint shop of a manufacturing facility is a period cost because they are replaced monthly.*
- 7 *Nonmanufacturing costs for selling and general/administrative purposes are not part of factory overhead.*
- 8 *Manufacturers may have three inventory categories: raw materials, finished goods, and cost of goods sold.*
- 9 *The cost of carbon fiber incorporated into the frame of a bicycle built by TecTrack Bikes is a product cost.*
- 10 *Prime costs include direct labor and manufacturing overhead.*