

Stober's Lawn Sprinkler Company sells irrigation equipment. Below is information necessary to prepare Stober's income statement for the year ending December 31, 20X7. Stober attributes 60% of the rent and utilities to selling functions, and the remainder to general and administrative activities. Seventy percent of the salaries are devoted to sales. Prepare an income statement in both single-step and multiple-step formats.

Advertising expense	\$33,998
Cost of goods sold	466,773
Rent expense	144,000
Salaries expense	166,321
Net sales	972,299
Income tax expense	30,000
Utilities expense	26,997
Interest expense	18,500