

AGING ACCOUNTS RECEIVABLE

Partine Partners has a credit policy of net 30 days. The current status of credit accounts is shown in the following table. Complete the Aging of Accounts analysis for the company by calculating the total and percentage of total for each account and each aging category.

Partine Partners Age of Accounts Receivable							
Account	0–30 days	31–60 days	61–90 days	91–120 days	over 120 days	Account Total	% of Total Receivables
J. Ahrens	\$120	\$240		\$60			
L. Coleell				\$1,080	\$690		
M. Firstall	\$458			\$65			
P. Jacobs	\$220	\$368	\$190				
B. Monez					\$850		
K. Pierelli		\$900					
J. Thomas	\$18	\$568	\$25		\$110		
A. Vartok	\$2,451						
Age Total						\$8,413	100.00%
% of Total Receivables						100.00%	

Analyze the Aging of Accounts data and answer the following questions:

- Which individual account presents the greatest problem for Partine Partners?
- Which individual account appears to be the best credit customer?
- Do you believe Partine Partners has an effective credit collection policy and procedures or not? Why?
- What advice would you give Partine Partners to improve their accounts receivable?