

Example of: Income Statement Vs Cash flow

Directions: Enter the given amount of each Item into the Income column, the Cash Flow column, or Both columns, if that number would show on that statement then add-up inflows and subtract the total outflows to compare projected Net Cash Flow vs. projected Net Income.

Item	Amount	Income Statement	Cash flow Budget
	-----dollars-----		
Sales corn, wheat, calves, milk	\$200,000	<u>200,000</u>	<u>200,000</u>
Increase in milk check receivable	\$10,000	<u>10,000</u>	<u> </u>
Increase in inventory of corn	\$10,000	<u>10,000</u>	<u> </u>
Subtotal Revenues/Inflows		<u>220,000</u>	<u>\$ 200,000</u>
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Payments: Farm expenses	\$190,000	<u>190,000</u>	<u>190,000</u>
Principal payment: Land	\$ 10,000	<u> </u>	<u>10,000</u>
Depreciation	\$ 10,000	<u>10,000</u>	<u> </u>
Groceries, personal credit cards	\$ 20,000	<u> </u>	<u>20,000</u>
Subtotal: Expenses/Outflows		<u>\$ 200,000</u>	<u>\$220,000</u>
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Projected Cash Balance			<u>\$-20,000 or (20000)</u>
Projected Net Income		<u>\$20,000</u>	