

ABC Company

Single-Step Income Statement
For the Year Ended December 31, 2023

Revenues

Sales Revenue	\$250,000
Service Revenue	\$35,000
Total Revenues	\$285,000

Expenses

Cost of Goods Sold	\$120,000
Salaries Expense	\$50,000
Rent Expense	\$18,000
Utilities Expense	\$8,200
Depreciation Expense	\$6,000
Other Expenses	\$3,800
Total Expenses	\$206,000

Net Income **\$79,000**

Important Notes:

- The single-step income statement groups all revenues together and all expenses together, calculating net income in one step.
- This format does not distinguish between operating and non-operating items.
- Simple to prepare and understand, often used by small businesses.
- Not suitable when detailed analysis of operating vs. non-operating results is required.
- Totals are clearly indicated for both revenues and expenses before calculating net income.