ASSESSMENT QUESTIONS

Chapter 2: Traditional Costing

True or False

Identify whether the following statements are true or false and circle the correct answer.

T  F  1. The term “keystone” means a markup goal of 60 percent.
T  F  2. The main goal when creating a marker is to minimize fabric waste.
T  F  3. Finishing processes are the final factor that goes into the First Cost
T  F  4. To find your Markup Dollars, you must subtract your Cost Price from the Selling Price.
T  F  5. The same sample size will be used throughout the line to ensure consistency in both size and cost

Multiple Choice

Select the best response.

1. Direct labor costs include the following procedures
   a. Pattern Making
   b. Grading
   c. Sewing
   d. All of the above

2. A size scale is the ratio used during manufacturing to produce the following
   a. Different quantities based on size
   b. Different styles based on costing
   c. Similar quantities based on colors
   d. None of the above

3. The First Cost of a style is based on
   a. Fabrics + Trim
   b. Trims + Labor
   c. All Materials + Labor
d. None of the above

4. The meaning of fabric yield is
   a. The total fabric scraps and wastage used to make one style
   b. The pricing to produce fabrics at the mill level needed to make one style
   c. The total fabric consumption amount required to make one style
   d. None of the above

5. The abbreviation for SAMs is the following
   a. Standard allowed moments, which is determined and multiplied by the sewers average wage
   b. Subsidized allowed minutes, which is determined and divided by the sewers total wage
   c. Subsidized allowed minutes, which is determined and multiplied by the sewers average wage
   d. Standard allowed minutes, which is determined and multiplied by the sewers average wage
Key for Chapter 2 Assessment Questions

True-False
1. F
2. T
3. T
4. T
5. T

Multiple Choice
1. d
2. a
3. c
4. c
5. d