

Analyzing adjusting entries

1	2	3	4	5
Business	Adjustment Number	Accounts Affected	Adjustment Column	
			Debit	Credit
A	1.	Bad Debts Expense	\$ 15.00	
		Allowance for Uncollectible Accounts		\$ 15.00
	2.	<i>Income Summary</i>	4 000.00	
		<i>Merchandise Inventory</i>		4 000.00
	3.	<i>Supplies Expense</i>	250.00	
<i>Supplies</i>			250.00	
4.	<i>Insurance Expense</i>	180.00		
	<i>Prepaid Insurance</i>		180.00	
5.	<i>Depreciation Expense — Equipment</i>	500.00		
	<i>Accumulated Depreciation — Equipment</i>		500.00	
B	1.	<i>Bad Debts Expense</i>	12.00	
		<i>Allowance for Uncollectible Accounts</i>		12.00
	2.	<i>Merchandise Inventory</i>	4 000.00	
		<i>Income Summary</i>		4 000.00
	3.	<i>Supplies Expense</i>	220.00	
<i>Supplies</i>			220.00	
4.	<i>Insurance Expense</i>	140.00		
	<i>Prepaid Insurance</i>		140.00	
5.	<i>Depreciation Expense — Equipment</i>	800.00		
	<i>Accumulated Depreciation — Equipment</i>		800.00	
C	1.	<i>Bad Debts Expense</i>	21.00	
		<i>Allowance for Uncollectible Accounts</i>		21.00
	2.	<i>Income Summary</i>	1 500.00	
		<i>Merchandise Inventory</i>		1 500.00
	3.	<i>Supplies Expense</i>	240.00	
<i>Supplies</i>			240.00	
4.	<i>Insurance Expense</i>	120.00		
	<i>Prepaid Insurance</i>		120.00	
5.	<i>Depreciation Expense — Equipment</i>	900.00		
	<i>Accumulated Depreciation — Equipment</i>		900.00	

Extending balance sheet and income statement items [1-3]
 Baker and Fisher Company
 Work Sheet

For Month Ended October 31, 19--

ACCOUNT TITLE	TRIAL BALANCE		ADJUSTMENTS		INCOME STATEMENT		BALANCE SHEET	
	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
1 Cash	880000						880000	
2 Accounts Receivable	116000						116000	
3 Allowance for Uncollectible Accounts		19400		(a) 2300				21700
4 Merchandise Inventory	680000			(b) 400000			640000	
5 Supplies	92000			(c) 14000			78000	
6 Prepaid Insurance	90000			(d) 7500			82500	
7 Equipment	1800000						1800000	
8 Accumulated Depreciation -- Equip.		360000		(e) 30000				390000
9 Accounts Payable		124000						124000
10 Sales Tax Payable		90000						90000
11 C. L. Baker, Capital		4164300						4164300
12 C. L. Baker, Drawing	100000						100000	
13 B. J. Fisher, Capital		4164300						4164300
14 B. J. Fisher, Drawing	100000						100000	
15 Income Summary			(b) 400000		400000			
16 Sales		1850000				1850000		
17 Purchases	540000				540000			
18 Bad Debts Expense			(a) 2300		2300			
19 Credit Card Fee Expense	18000				18000			
20 Depreciation Expense -- Equipment			(e) 30000		30000			
21 Insurance Expense			(f) 7500		7500			
22 Miscellaneous Expense	26000				26000			
23 Rent Expense -- Store	90000				90000			
24 Salary Expense	120000				120000			
25 Supplies Expense			(c) 14000		14000			
26	10772000	10772000	453800	453800	12478000	1850000	9556500	8954300
27 Net Income					602200			602200
28					1850000	1850000	9556500	9556500

Completing a work sheet [1-3]

Superior Household
Work Sheet

For Month Ended November 30, 19--

ACCOUNT TITLE	1 TRIAL BALANCE		2		3 ADJUSTMENTS		4		5 INCOME STATEMENT		6 BALANCE SHEET	
	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
1 Cash	940000										940000	
2 Accounts Receivable	130000										130000	
3 Allowance for Uncollectible Accounts				22600		(a) 2600						25200
4 Merchandise Inventory	960000					(b) 400000					920000	
5 Supplies	72000					(c) 24000					48000	
6 Prepaid Insurance	86000					(d) 26000					60000	
7 Equipment	220000									220000		
8 Accumulated Depreciation — Equip.		960000				(e) 20000						980000
9 Accounts Payable		162000										162000
10 Sales Tax Payable		76800										76800
11 Susan Fox, Capital		5473600										5473600
12 Susan Fox, Drawing	120000									120000		
13 John Guild, Capital		5473600										5473600
14 John Guild, Drawing	120000									120000		
15 Income Summary					(b) 400000				400000			
16 Sales		1920000										1920000
17 Purchases	530000								530000			
18 Bad Debts Expense					(a) 2600				2600			
19 Credit Card Fee Expense	29600								29600			
20 Depreciation Expense — Equipment					(e) 20000				20000			
21 Insurance Expense					(d) 26000				26000			
22 Miscellaneous Expense	31000								31000			
23 Rent Expense — Store	100000								100000			
24 Salary Expense	130000								130000			
25 Supplies Expense					(c) 24000				24000			
26	14088600	14088600			472600	472600			1293200	1920000	12818000	12191200
27 Net Income									626800			626800
28									1920000	1920000	12818000	12818000

Completing a work sheet [1-3]

Jarrett's

Work Sheet

For Month Ended January 31, 19--

ACCOUNT TITLE	TRIAL BALANCE		ADJUSTMENTS		INCOME STATEMENT		BALANCE SHEET	
	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
1 Cash	820000						820000	
2 Accounts Receivable	98000						98000	
3 Allowance for Uncollectible Accounts		12000		(a) 1600				13600
4 Merchandise Inventory	840000		(b) 200000				860000	
5 Supplies	74000			(c) 16000			58000	
6 Prepaid Insurance	82000			(d) 12000			70000	
7 Equipment	1960000						1960000	
8 Accumulated Depreciation—Equip.		940000		(c) 17500				957500
9 Accounts Payable		215000						215000
10 Sales Tax Payable		27000						27000
11 Betty Jarrett, Capital		5328000						5328000
12 Betty Jarrett, Drawing	80000						80000	
13 David Jarrett, Capital		5328000						5328000
14 David Jarrett, Drawing	80000						80000	
15 Income Summary				(b) 200000	200000			
16 Sales		680000			680000			
17 Purchases	620000				620000			
18 Bad Debts Expense			(a) 1600		1600			
19 Credit Card Fee Expense	8000				8000			
20 Depreciation Expense—Equipment			(c) 17500		17500			
21 Insurance Expense			(d) 12000		12000			
22 Miscellaneous Expense	38000				38000			
23 Rent Expense—Store	120000				120000			
24 Salary Expense	150000				150000			
25 Supplies Expense			(c) 16000		16000			
26	12530000	12530000	247100	247100	983100	880000	11766000	11869100
27 Net Loss					983100	103100	103100	
28					983100	983100	11869100	11869100

Completing a work sheet

Quality Sport Shop
Work Sheet

For Month Ended December 31, 19--

ACCOUNT TITLE	TRIAL BALANCE		ADJUSTMENTS		INCOME STATEMENT		BALANCE SHEET	
	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
1 Cash	125 000						125 000	
2 Accounts Receivable	124 000						124 000	
3 Allowance for Uncollectible Accounts		23 000		(a) 25 000				25 500
4 Merchandise Inventory	134 000			(b) 60 000			128 000	
5 Supplies	91 000			(c) 17 000			74 000	
6 Prepaid Insurance	88 000			(d) 12 000			76 000	
7 Equipment	420 000						420 000	
8 Accumulated Depreciation—Equip.		86 000		(e) 30 000				89 000
9 Accounts Payable		32 000						32 000
10 Sales Tax Payable		8 000						8 000
11 Allison Jones, Capital		858 350						858 350
12 Allison Jones, Drawing	120 000						120 000	
13 Harold Pearson, Capital		858 350						858 350
14 Harold Pearson, Drawing	120 000						120 000	
15 Income Summary			(b) 60 000		60 000			
16 Sales		212 000				212 000		
17 Purchases	89 400				89 400			
18 Bad Debts Expense			(a) 25 000		25 000			
19 Credit Card Fee Expense	32 000				32 000			
20 Depreciation Expense—Equip.			(e) 30 000		30 000			
21 Insurance Expense			(d) 12 000		12 000			
22 Miscellaneous Expense	39 000				39 000			
23 Rent Expense—Store	120 000				120 000			
24 Salary Expense	100 000				100 000			
25 Supplies Expense			(c) 17 000		17 000			
26	205 780	205 780	66 150	66 150	184 650	212 000	187 640	184 905
27 Net Income					273 500			273 500
28					212 000	212 000	187 640	187 640

Completing a work sheet

J & R Giftware
Work Sheet

For Month Ended January 31, 19--

ACCOUNT TITLE	TRIAL BALANCE		ADJUSTMENTS		INCOME STATEMENT		BALANCE SHEET	
	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT	DEBIT	CREDIT
1 Cash	870 000						870 000	
2 Accounts Receivable	126 000						126 000	
3 Allowance for Uncollectible Accounts		24 000		(a) 13 000				25 300
4 Merchandise Inventory	920 000			(b) 350 000			885 000	
5 Supplies	88 000			(c) 16 000			72 000	
6 Prepaid Insurance	64 000			(d) 13 000			51 000	
7 Equipment	225 000						225 000	
8 Accumulated Depreciation — Equip.		100 000		(e) 20 000				102 000
9 Accounts Payable		165 000						165 000
10 Sales Tax Payable		36 000						36 000
11 James Fields, Capital		565 650						565 650
12 James Fields, Drawing	10 000						10 000	
13 Rhonda Mason, Capital		565 650						565 650
14 Rhonda Mason, Drawing	10 000						10 000	
15 Income Summary			(b) 350 000		350 000			
16 Sales		900 000				900 000		
17 Purchases	325 000				325 000			
18 Bad Debts Expense			(a) 13 000		13 000			
19 Credit Card Fee Expense	120 000				120 000			
20 Depreciation Expense — Equipment			(e) 20 000		20 000			
21 Insurance Expense			(d) 13 000		13 000			
22 Miscellaneous Expense	230 000				230 000			
23 Rent Expense — Store	120 000				120 000			
24 Salary Expense	160 000				160 000			
25 Supplies Expense			(c) 16 000		16 000			
26	134 380 00	134 380 00	400 300	400 300	1040 300	900 000	124 190 00	125 593 00
27 Net Loss					1040 300	1040 300	140 300	125 593 00
28					1040 300	1040 300	125 593 00	125 593 00