

Financial Accounting
Project #2
due Thursday October 4th (at the beginning of class)

Step 1

Post the beginning balances from your November 30 trial balance in the T accounts

Step 2

Record the following transactions in the general journal:

- 12/01/17 Purchased equipment for \$1,915 cash
- 12/07/17 Performed services for \$2,290 and received cash from customer #1
- 12/10/17 Performed services for \$1,731 and billed customer #2
- 12/16/17 Purchased supplies on account: \$190
- 12/18/17 Paid utility bill: \$161
- 12/23/17 Received payment of \$1,631 from customer #2
- 12/28/17 Paid your helper his weekly wages: \$573

Step 3

Post the December transactions in the T accounts

Step 4

Record adjusting entries in the general journal on December 31 using the following information:

- The depreciation of Equipment is \$548 for 2017
- Service revenue of \$303 has been earned but not billed
- Your employee has worked and earned wages of \$270, but the next payday is January 4, 2018
- You have \$88 of supplies left

Step 5

Post the adjusting entries in the T accounts

Step 6

Prepare an Adjusted Trial Balance as of December 31, 2017

Step 7

- Prepare the income statement for the year ended December 31, 2017
- Prepare the Statement of Stockholders' Equity for the year ended December 31, 2017
- Prepare the balance sheet as of December 31, 2017

Alyssa Resendez Printing Company
Trial Balance
November 30, 2017

	Debit	Credit
Cash	\$50,000	
Accounts Receivable	5,000	
Supplies	1,000	
Equipment	60,000	
Accumulated Depreciation		\$40,000
Accounts Payable		1,500
Salaries Payable		
Common stock		25,000
Retained earnings		4,000
Dividends	250	
Service Revenue		256,100
Salary Expense	180,000	
Rent Expense	30,000	
Depreciation Expense		
Supplies Expense		
Utilities Expense	350	
	\$326,600	\$326,600

Cash	

Accounts Receivable	

Equipment	

Accumulated Depreciation	

Supplies	

Accounts Payable	

Wages Payable	

Common Stock	

Retained Earnings	

Dividends	

Service Revenue	

Wage Expense	

Depreciation Expense	

Rent Expense	

Supplies Expense	

Utilities Expense	

Checklist for Project #2

- ❑ If the word "paid" or "received" is used in an entry description, the cash account is used in that entry.
- ❑ If the entry is an adjusting entry, the cash account is not used.
- ❑ All of the beginning balances from the opening trial balance are posted to the T accounts.
- ❑ Each T account has a beginning balance and/or a posted entry (if not, you forgot something or one of your entries is wrong.)
- ❑ Do NOT create your own accounts. If an account is not on the T account page, it should not be used.
- ❑ Each T account has an ending balance.
- ❑ The debits and credits on the trial balance are the same.
- ❑ On the trial balance, the Supplies account balance is the same as the amount of the "supplies on hand" on your project handout. If not, review the Supplies Lesson and your entry.
- ❑ The balance sheet balances ($\text{Assets} = \text{Liabilities} + \text{Stockholders' Equity}$)
- ❑ The balance in Retained Earnings on the ending Balance Sheet is the same as the ending balance on the Statement of Retained Earnings.
- ❑ Attach your instruction sheet and beginning trial balance to your working papers before turning in your project.

Trial Balance
December 31, 2017

Account	Debit	Credit

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- ☐ Each T account has an ending balance.
- ☐ The debits and credits on the trial balance are the same.
- ☐ On the trial balance, the Supplies account balance is the same as the amount of the "supplies on hand" on your project handout. If not, review the Supplies Lesson and your entry.
- ☐ The balance sheet balances ($\text{Assets} = \text{Liabilities} + \text{Stockholders' Equity}$)
- ☐ The balance in Retained Earnings on the ending Balance Sheet is the same as the ending balance on the Statement of Retained Earnings.
- ☐ Attach your instruction sheet and beginning trial balance to your working papers before turning in your project.

