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**ABSTRACT**

This course curriculum is intended for use by community college instructors and administrators in implementing an automated accounting course. A student course syllabus provides this information: credit hours, catalog description, prerequisites, required text, instructional process, objectives, student evaluation, and class schedule. A student lab guide contains summaries of sample transactions for the months of October 1986 to March 1987. Students are expected to make journal entries and worksheets for each month. The instructor's course syllabus outlines prerequisites, required text, equipment needs, instructional process, student evaluation, and course sequence. Journal entries and worksheets for each month are included. (YLB)

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ED285028



Curriculum Improvement Project  
Region II

**AUTOMATED ACCOUNTING**

Developed by Phillip Harris

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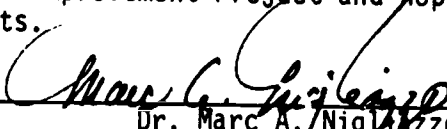
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 Division of Community Colleges  
 and Technical Institutes  
 PVEP 87-1030-B-2  
 Project Director: Cheryl L. Willis, Ph.D.

June 30, 1987

CE 2048098

## F O R E W O R D

Galveston College is not unlike other small community colleges trying to keep its curriculum in sight of rapidly changing technologies. We are unique, however, in that we were given an opportunity by the Coordinating Board of the State of Texas through a grant of Carl D. Perkins Act vocational funds to undertake a major curriculum improvement project which had as its focus curricula for accounting, the allied health professions, microcomputer applications, and office occupations. The course curriculum that you have before you is one of nine courses or modules that were developed from this project. What cannot be immediately evident to you, though, is the sense of cooperation that governed the various phases of the project. The resulting benefits to the College, its faculty, and its staff as a result of this project, were many, including increased knowledge of the curriculum improvement process, increased knowledge of the ramifications of networking microcomputers, increased awareness of the vocational programs of other community colleges, and increased awareness of the need for staff development opportunities. The enduring impact of this project will come in the months ahead as our instructors, and hopefully other instructors across Region II and the state, implement the curricula. We at Galveston College are proud of the results of the Curriculum Improvement Project and hope that your college will share the benefits.

  
\_\_\_\_\_  
Dr. Marc A. Niglizzo  
Vice President and Dean of Instruction  
June 30, 1987

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Copies of the above course curriculum are available for a nominal cost from: Division of Business and Technology  
Galveston College  
4015 Avenue Q  
Galveston, TX 77550

## A C K N O W L E D G M E N T S

This course curriculum represents but one of the many final products of the Curriculum Improvement Project. I want to take this opportunity to thank those individuals who worked so hard together to bring this project to a successful conclusion. To the administration and the Board of Regents of Galveston College I wish to express my appreciation for their willingness to accept the challenges and risks associated with a project of this magnitude and for having the forethought to see its benefits for the college and the community. To the support staff in the Business Office and the Office of Planning and Development, thank you for your patience and helpfulness in providing the project staff with everything we needed-- yesterday. To Karla Back, Assistant Dean of the Division of Business and Technology, for her constant encouragement of the vision of the project, I will be forever grateful. My most heartfelt thanks, though, go to the project team--all of the curriculum writers who gave 110 percent effort whenever it was needed; the various editors and word processors who helped us along the way; Paul Fama, Research Associate, who provided constancy and consistency; and Mary James, project secretary, who kept us all sane.

Galveston, Texas  
June 30, 1987

Cheryl L. Willis, Ph.D.  
Project Director

## P R E F A C E

The following course curriculum should be used as a resource by fellow instructors and administrators when making decisions about implementing a similar course at their institutions. This course curriculum contains three parts--student's course syllabus, student's laboratory guides, and instructor's course syllabus. The materials presented in this course curriculum are only a suggested format for a course of this nature and, as typical with community college curriculum, will undergo revision in the future. The author and Galveston College welcome your comments regarding your experience with these materials.



**STUDENT COURSE  
SYLLABUS**



ACT 2408: Automated Accounting

STUDENT'S COURSE SYLLABUS

Course Title: AUTOMATED ACCOUNTING

Course Number:

ACT 2480  
Prefix No. Lecture Hrs. Lab Hrs. Credit Hrs.

Course Description:

Computer accounting for sole proprietorships, partnerships and corporations.

Prerequisites:

ACT 2401 - Principles of Accounting I  
CSC 1402 - Microcomputers and Their Applications

Text:

Accounting Principles, Fess-Warren, 14th edition. Any accounting principles text can be used as a reference.

Instructional Process:

1. Lecture and discussion.
2. Practice assignments.

Objectives:

1. Give the student a thorough review of materials covered in financial accounting as presented in the first courses in Principles of Accounting.
2. Provide the student with the experience of computer application of accounting principles.

Evaluation of Students:

Laboratory/Homework will be due at the end of the first two months of the practice set, at the end of the third and fourth months of the practice set, and at the end of the fifth and sixth months of the practice set. Printouts of the results of the practice set will be turned in at the end of each of these intervals.

Grades:

Grades will be determined by the accuracy of the printouts submitted. Grade ranking will be:

- A = 90-100
- B = 80- 89
- C = 70- 79
- D = 60- 69
- F = 59 or below

Class Schedule:

Class  
Number

- 1 Overview of the practice set.
- 2,3 Lecture:
  - a. accounting principles
  - b. sole proprietorships:
    - 1. setting up the business
    - 2. journal entries
    - 3. adjusting entries
    - 4. closing entries
    - 5. financial statements
- 4,5 Set up program and make all entries for October, 1986, including adjusting, closing and preparation of financial statements.
- 6 Review of October, 1986, entries and completion of accounting cycle.

- 7,8,9 Recording of data for November, 1986. Complete the accounting cycle and print out financial statements for grade.
- 10,11 Review the graded papers turned in, in period nine. Review (lecture) accounting for partnerships.
- 12,13 Record data for December, 1986. Computer accounting cycle and prepare financial statements.
- 14 Review the December, 1986, accounting entries and financial results.
- 15,16,17 Record data for January, 1987. Complete the accounting cycle and print out financial statements for grade.
- 18,19 Review the graded papers turned in, in period seventeen. Review (lecture) accounting for corporations.
- 20,21 Record data for February, 1987. Complete accounting cycle and prepare financial statements.
- 22 Review February, 1987, accounting entries and financial results.
- 23,24,25 Record data for March, 1987. Complete the accounting cycle and print out financial statements for grade.
- 26 Review the graded papers turned in, in period twenty-five.



# STUDENT LAB GUIDE

## SUMMARY OF TRANSACTIONS

OCTOBER, 1986

D.L. Wardlow, a recent employee of a large paper and paper products jobber, decided to open a business of his own in the same line. He is located in Funny Farm City, a city of 300,000 persons, within a metropolitan area of another 400,000 persons, all in adjacent towns. His market covers the entire state in which Funny Farm City is located.

Wardlow has \$100,000 of his own funds included in a net worth of \$223,000.

Wardlow rents an office/warehouse with a combined floor space of 8000 square feet that is located on a rail siding and has docks for loading and unloading trucks. The company purchased two delivery trucks initially, a towmotor for the warehouse and sufficient office equipment to carry on operations.

Oct. 1, 1986

Deposited \$35,000.00 in U.S. Bank for general purposes.  
Check register begins with check #101.

Oct 1, 1986

Rented office and warehouse. The monthly rent is \$1,350 a month, payable on the first of each month. In accordance with the rental agreement, a deposit for the last month's rent is required. A check was drawn to cover the rent for October, 1986 and the deposit for September, 1986.

The rental contract provides that adequate insurance will be maintained for the building. All repairs are the responsibility of Wardlow. The rent increases to \$1400/month on April 1, 1987 and to \$1450/month on October 1, 1987. It runs at \$1450/month for the year 10/01/87 to 09/30/88. The rental contract is to be renegotiated as of 10/01/88.

Oct. 1, 1986

Issued check for electricity deposit to Dimview Power and Light Company \$385.00, and to Dew Drop Water Company for water meter deposit \$125.00.

Oct. 1, 1986

Signed contract for telephone installation and paid deposit of \$300.00 to Call Collect Telephone Company.

SUMMARY OF TRANSACTIONS  
October 1986

PAGE 2

Oct. 1, 1986

Issued check to Clyde Assurance, Inc. \$1450.00 for insurance coverage as follows:

General Liability	\$650.00	One year
Fire Coverage	\$400.00	One Year
Collision and Property Damage	\$400.00	One Quarter

Oct. 1, 1986

Purchased office supplies sufficient for starting operations, \$375.00, from Eveready Suppliers, on account.

Oct. 6, 1986

Wardlow submitted an expense statement for reimbursement. Receipts are as follows:

1. Travel (hotel, food, auto) incurred in contacting prior acquaintances that are prospective customers. Covers a six-week period and totals \$865.00 (classify as selling expenses).
2. Placed two used vehicles in the service of the company that he had acquired at a bankruptcy auction of South Mill Paper Products on September 29, 1986. Invoices are:

1 - 1/2 ton Towmotor	\$3,450.00
1 - 2 1/2 ton 1984 International with enclosed bed and power lift	12,750.00
1 - 1/2 ton 1985 Chevrolet pickup truck	<u>4,310.00</u>
	\$ <u>20,510.00</u>

3. Used furniture and fixtures, also acquired at the auction above:

1 Typewriter	\$ 150.00
1 Secretary's desk	40.00
2 Executive desks	120.00
1 Secretary's chair	20.00
2 Executive chairs	70.00
2 Trash baskets	<u>6.00</u>
	\$ <u>406.00</u>

A check for \$21,781.00 was issued to Wardlow for reimbursement.

U.S. Bank has agreed to finance 85% of the purchase of equipment which Wardlow acquired at the bankruptcy auction. Terms of the loan are 18 months at 15% per annum on the unpaid balance. Wardlow receives \$20,916.00, the proceeds of the loan on October 6, 1986.

Oct. 6, 1986

Received requests and inquiries for product prices for use in packing chicken and catfish.

Oct. 6, 1986

Issued purchase orders to the following suppliers:

Dead End Paper Co.	
Toilet tissue	\$6,000.00
Mini-Kraft Paper Products	
Packing boxes	\$4,800.00
Anzio Plastics	
Wrapping paper and plastic bags	\$2,600.00
Mini-Tonka Papers	
Fine paper	\$ 850.00

All orders carry terms of 2/10, Net 30 Days.

Oct. 8, 1986

All goods set out in purchase orders are received intact and in the quantities and at the prices stipulated in the purchase orders.

NOTE: Inventory is to be maintained on a periodic basis. Therefore, enter all purchases in the respective purchase accounts rather than the inventory account.

SUMMARY OF TRANSACTIONS  
October 1986

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Oct. 8, 1986

Shipped and billed:

Ocelo Papers, Inc.	
Packing boxes	\$ 600.00
Wrapping paper	915.00
Plastic bags	<u>475.00</u>
	<u>\$1,990.00</u>

Terms are Net 30 Days, F.O.B., shipping point.

Oct. 9, 1986

Shipped and billed:

Acme Stores	
Toilet tissue	<u>\$1,675.00</u>

Terms are Net 30 Days, F.O.B., shipping point.

Oct. 10, 1986

Made up the payroll for the week ending October 9, 1986. Two employees were hired on October 6, 1986 and have three (3) days pay coming (24 hours).

1. J. Young is the warehouseman handling all shipping. His rate of pay is \$7.50/hr. with 1 1/2 times regular rate for all over 40 hours.
2. M. Rogers is the secretary and general office help. She will be entering all accounting data into the system. Her rate of pay is \$5.50/hr. with 1 1/2 regular rate for all over 40 hours.

Hours Worked: The FICA is 7% and Federal Withholding is \$45.00 for Young and \$30.00 for Rogers.



SUMMARY OF TRANSACTIONS  
October 1986

PAGE 5

Oct. 13, 1986

Received shipment of wrapping paper and a shrink-pak machine which are scheduled to be delivered to Cajun Catfish Packing Co. on October 14, 1986. The vendor is Price Packaging Corporation and the invoice is as follows:

20 rolls 4 mil poly/cell/poly	\$1500.00
1 Price Shrink-Pak deluxe model	<u>685.00</u>
	<u>\$2185.00</u>

Terms: Net 30 Days

Oct. 14, 1986

Delivered the wrapping paper and shrink-pak machine to Cajun Catfish Packing Co. by company truck. Mr. Wardlow accompanied the shipment to train the customer in the proper operation of the equipment. The billing for the shipment was:

20 rolls 4 mil poly/cell/poly	\$1800.00
1 Price Shrink-Pak deluxe model	<u>900.00</u>
	<u>\$2700.00</u>

Terms: Net 30 Days

Oct. 15, 1986

Shipped and billed:

Mini-Printers, Inc. 6 reams fine paper	<u>\$750.00</u>
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Terms: Net 30 Days

Oct. 16, 1986

Shipped and billed:

Sales-Mart Stores, Inc. Toilet tissue (20 boxes)	<u>\$600.00</u>
--	-----------------

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
October 1986

PAGE 6

Oct. 16, 1986

Prepared payroll for week ending October 15, 1986.  
Hours worked are:

J. Young	45 hours
M. Rogers	40 hours

FICA is 7%.

Income tax withholdings are \$55 for Young and \$40 for Rogers.

Oct. 16, 1986

Paid the following:

Dead End Paper Co.	\$6000.00
Mini-Kraft Paper Products	\$4800.00
Anzio Plastics	\$2800.00
Mini-Tonka Paper	\$ 850.00

(Invoices of 10/6/86)

NOTE: Purchase discounts are to be taken as the invoices are paid.

Oct. 19, 1986

Received merchandise from:

Anzio Plastics	
Wrapping paper	\$1040.00
(40 rolls)	
Plastic bags	1000.00
(1000 - 1 pt.)	
	<u>\$2040.00</u>

Terms: 2/10, Net 30 Days

Oct. 20, 1986

Shipped and billed:

Chicken Packers, Inc.	
Wrapping paper	\$1500.00
(50 rolls - \$30.00/roll)	
Plastic bags	1000.00
(5000 - 1 pt. - \$200/m)	
	<u>\$2500.00</u>

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
October 1986

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Oct. 22, 1986

Shipped and billed:

Pisano Stores, Inc.	
Toilet tissue	\$ 600.00
(20 rolls - \$30/roll)	
Wrapping paper	<u>350.00</u>
(10 rolls - \$35/roll)	

\$ 950.00

Terms: Net 30 Days

Oct. 24, 1986

Prepared payroll for week ending October 23, 1986.  
Hours worked are:

J. Young	42 hours
M. Rogers	40 hours

FICA is 7%.

Income tax withholdings are \$52 for Young and \$40 for Rogers.

Oct. 27, 1986

Shipped and billed:

Lebeaux Crayfish, Inc.	
Plastic bags	\$1000.00
(5000 - \$200/m - 1 pt.)	
Wrapping paper	<u>1500.00</u>
(50 rolls - \$30/roll)	

\$2500.00

Terms: Net 30 Days

Oct. 28, 1986

Shipped and billed:

Soul Food South, Inc.	
Packing boxes	\$ 600.00
(500 - \$1.20/roll)	

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
October 1986

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Oct. 29, 1986

Received the following bills for month of October:

Telephone	\$180.00
Electricity	<u>\$110.00</u>
Water	<u>\$ 60.00</u>

Bills paid 10/31/86.

Oct. 31, 1986

Prepared payroll for week ending October 30, 1986.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours

FICA is 7%  
Income tax withholdings are \$55 for Young and \$40 for Rogers.

Oct. 31, 1986

Paid the following:

1. Eveready Suppliers  
(Invoice of 10/01/86) \$375.00
2. U.S. Bank  
(first monthly installment)
3. Anzio Plastics  
(Invoice of 10/19/86)
4. Telephone bill  
(Call-Collect  
Telephone Co.) \$180.00
5. Electricity bill  
(Dimview Power &  
Light Co.) \$110.00
6. Water bill  
(Dew Drop Water Co.) \$ 60.00

SUMMARY OF TRANSACTIONS  
October 1986

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Oct. 31, 1986:

1. Ending Inventory  
(Periodic) is: \$7890.00
2. Depreciation rates are:  
Towmotor (20%/year)  
Trucks (25%/year)  
Office furniture  
and fixture (20%/year)
3. Supplies on hand  
10/31/86: \$ 225.00
4. Insurance was set up in  
prepaid insurance and is  
to be amortized over the  
life of the policy.
5. Payroll is to be accrued  
for 8 hours each for the  
two employees.

Oct. 31, 1986

Wardlow took no compensation for October, 1986.

Oct. 31, 1986

Close the books and prepare financial statements.

NOVEMBER 1986

Nov. 3, 1986

Paid rent for month of November, 1986, \$1350.00.

Nov. 3, 1986

E.L. Wardlow submitted an expense statement for October, 1986 as follows:

Hotels	\$ 214.86
Meals	148.34
Entertainment	78.73
Auto Expense	<u>127.07</u>
	\$ <u>567.00</u>

A check was drawn for \$567.00, the reimbursement of the account. (Selling Expense)

Nov. 3, 1986

Made reversing entries.

Nov. 3, 1986

Shipped and billed:

Cajun Catfish Packing, Inc.	
20 rolls 4 mil	
poly/cell/poly	<u>\$1500.00</u>

Terms: Net 30 Days

Nov. 3, 1986

Received the following shipments of merchandise:

Mini-Tonka Papers	
Fine paper	<u>\$850.00</u>
Ansio Plastics	
Wrapping paper	
and plastic bags	<u>\$3750.00</u>

All orders easy terms of 2/10, Net 30 Days.

SUMMARY OF TRANSACTIONS  
November 1986

PAGE 2

Nov. 4, 1986

Shipped and billed:

Ocelo Papers, Inc.	
Packing boxes	\$ 850.00
Wrapping paper	1000.00
Plastic bags	<u>600.00</u>
	<u>\$2450.00</u>

Terms: Net 30 Days

Nov. 5, 1986

Shipped and billed:

Acme Stores	
Toilet tissue	\$1950.00
Plastic bags	<u>200.00</u>
	<u>\$2150.00</u>

Terms: Net 30 Days

Nov. 5, 1986

Shipped and billed:

Sales-Mart Stores, Inc.	
Toilet tissue	
(40 boxes - \$30/ea.)	<u>\$1200.00</u>

Terms: Net 30 Days

Nov. 5, 1986

Shipped and billed:

Mini-Printers, Inc.	
Fine paper	
(10 reams)	<u>\$1250.00</u>

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
November 1986

PAGE 3

Nov. 6, 1986

Received the following shipments:

Dead End Paper Co.	
Toilet tissue	<u>\$3000.00</u>
Mini-Kraft Paper Products	
Packing boxes	<u>\$2000.00</u>

Terms: 2/10, Net 30 Days

Nov. 7, 1986

Shipped and billed:

Chicken Delight Food Co.	
Wrapping paper and plastic bags	<u>\$2750.00</u>
Lebeaux Crawfish, Inc.	
Wrapping paper and plastic bags	<u>\$2500.00</u>

Terms: Net 30 Days

Nov. 7, 1986

Prepared payroll for week ended 11/6/86.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours

FICA is 7%.

Income tax withholdings are \$55 for Young and \$40 for Rogers.

Nov. 10, 1986

Received payments for merchandise sold as follows:

Ocelo Papers, Inc.	
(Invoice of 10/8/86)	<u>\$1990.00</u>
Acme Stores	
(Invoice of 10/9/86)	<u>\$1675.00</u>



**SUMMARY OF TRANSACTIONS**  
November 1986

PAGE 4

Nov. 11, 1986

Shipped and billed:

Fish Packers International Wrapping paper and plastic bags	<u>\$450.00</u>
Bite and Snarl Dog Food Co. Wrapping paper and plastic bags	<u>\$450.00</u>
Soul Food South, Inc. Wrapping paper and plastic bags	<u>\$450.00</u>

Terms: Net 30 Days

Nov. 12, 1986

Received the following shipments:

Anzio Plastics Wrapping paper and plastic bags	<u>\$4200.00</u>
Gee Whis Chemical Co. Cleaning products	<u>\$1750.00</u>

Terms: 2/10, Net 30 Days

Nov. 13, 1986

Received payment from:

Cajun Catfish Packing Co. (Invoice of 10/14/86)	<u>\$2700.00</u>
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Nov. 13, 1986

Received the following shipments:

Mini-Tonka Papers Fine paper	<u>\$600.00</u>
Anzio Plastics Plastic bags	<u>\$1750.00</u>

Terms on both orders 2/10, Net 30 Days.

SUMMARY OF TRANSACTIONS  
November 1986

PAGE 5

Nov. 13, 1986

Prepared payroll for week ending 11/12/86.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours

FICA is 7%.  
Income tax withholdings are \$55 for Young and \$40 for Rogers.

Nov. 13, 1986

Made a deposit for all FICA withholding and federal income tax withholding to date, including the employer's contribution for FICA.

Total income tax withholding payable is \$547.00, and FICA payable is \$218.81, through 11/13/86.

Nov. 16, 1986

Received payments from the following:

Mini-Printers, Inc. (Invoice of 10/15/86)	<u>\$750.00</u>
Sales-Mart Stores, Inc. (Invoice of 10/16/86)	<u>\$600.00</u>

Nov. 16, 1986

Received payment from:

Ocelo Papers, Inc. (Invoice of 11/4/86)	<u>\$2450.00</u>
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Nov. 16, 1986

M.J. Turnbull approached Wardlow with an offer to invest in the company on an equity basis. Turnbull is a former associate of Wardlow's at his former place of employment. He has good credentials, is well known in the paper industry, and is well thought of by Wardlow. Wardlow is to consider a partnership arrangement.

**SUMMARY OF TRANSACTIONS**  
November 1986

PAGE 6

Nov. 17, 1986

Shipped and billed:

Chicken Packers, Inc.	
Packing boxes	\$1250.00
Wrapping paper	1000.00
Plastic bags	<u>750.00</u>
	<u>\$3000.00</u>

Terms: Net 30 Days

Nov. 17, 1986

Shipped and billed:

Pisano Stores, Inc.	
Toilet tissue	\$1250.00
Cleaning products	550.00
Packing boxes	<u>650.00</u>
	<u>\$2450.00</u>

Terms: Net 30 Days

Nov. 18, 1986

Shipped and billed:

Lebeaux Crawfish, Inc.	
Packing boxes	\$ 875.00
Wrapping paper	1000.00
Plastic bags	<u>825.00</u>
	<u>\$2700.00</u>

Terms: Net 30 Days

Nov. 19, 1986

Shipped and billed:

Soul Food South, Inc.	
Packing boxes	\$ 475.00
Wrapping paper	975.00
Plastic bags	<u>650.00</u>
	<u>\$2100.00</u>

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
November 1986

PAGE 7

Nov. 20, 1986

Shipped and billed:

Mini-Printers, Inc.	
Fine paper	\$ 975.00
Packing boxes	<u>650.00</u>
	<u>\$1625.00</u>

Terms: Net 30 Days

Nov. 20, 1986:

Received the following Merchandise:

Mini-Tonka Papers	
Fine paper	<u>\$875.00</u>
Dead End Paper Co.	
Toilet tissue	<u>\$3000.00</u>
Ansio Plastic	
Wrapping paper and plastic bags	<u>\$6250.00</u>

All Terms: 2/10, Net 30 Days

Nov. 20, 1986

Prepared the payroll for the weeks ended 11/19/86.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours

FICA is 7%.

Income tax withholdings are \$55 for Young and \$40 for Rogers.

Nov. 23, 1986

Received payment from:

Chicken Packers, Inc.	
(Invoice of 10/20/86)	<u>\$2500.00</u>

Nov. 23, 1986

Received payment from:

Pisano Stores, Inc.	
(Invoice of 10/22/86)	<u>\$950.00</u>

**SUMMARY OF TRANSACTIONS**  
November 1986

PAGE 8

Nov. 24, 1986

Shipped and billed:

Craig County Co-op	
Packing boxes	\$ 675.00
Wrapping paper	1150.00
Plastic bags	1200.00
Cleaning products	<u>500.00</u>
	<u>\$3525.00</u>

Terms: Net 30 Days

Nov. 25, 1986

Shipped and billed:

Deep-Freeze Frozen Foods	
Packing boxes	\$1100.00
Wrapping paper	950.00
Plastic bags	<u>950.00</u>
	<u>\$3000.00</u>

Terms: Net 30 days

Nov. 26, 1986

Received the following merchandise:

Anzio Plastics	
Wrapping paper and plastic bags	\$7500.00

Terms 2/10, Net 30 Days

Nov. 27, 1986

Shipped and billed:

Chicken Packers, Inc.	
Packing boxes	\$1075.00
Wrapping paper	1150.00
Plastic bags	<u>850.00</u>
	<u>\$3075.00</u>

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
November 1986

PAGE 9

Nov. 27, 1986

Received the following shipment:

Mini-Kraft Paper Products:  
Packing boxes \$2400.00

Terms 2/10, Net 30 Days

Nov. 27, 1986

Prepared the payroll for the week ended 11/26/86.  
Hours worked are:

J. Young 44 hours  
M. Rogers 40 hours

FICA is 7%.

Income tax withholdings are \$55 for Young and \$40 for Rogers.

Nov. 30, 1986

Received payment from:

Lebeaux Crawfish, Inc.  
(Invoice of 10/27/86) \$2500.00  
Soul Food South, Inc.  
(Invoice of 10/28/86) \$600.00

Nov. 30, 1986

Received the following bills for the month of November:

Telephone \$210.00  
Electricity \$120.00  
Water \$ 75.00

SUMMARY OF TRANSACTIONS  
November 1986

PAGE 10

Nov. 30, 1986

Paid the following:

1. U.S. Bank  
(second monthly installment)
2. Telephone bill  
(Call Collect  
Telephone Co.) \$210.00
3. Electricity bill  
(Dimview Power & Light  
Co.) \$120.00
4. Water bill  
(Dew Drop Water Co.) \$ 75.00

Nov. 30, 1986

1. Ending Inventory  
(Periodic) is: \$13750.00
2. Depreciation rates are:  
Towmotor (20% 1/yr.)  
Trucks (25% 1/yr.)  
Office Furniture  
and Fixtures (20% 1/yr.)
3. Supplies on hand  
11/30/86: \$ 75.00
4. Insurance is to be  
amortized over the life  
of the policy.
5. Hours for payroll accrual  
are:  
J. Young 9 hours  
M. Rogers 8 hours

Nov 30, 1986

Wardlow took no compensation for November, 1986.

Nov 30, 1986

Close the books and prepare financial statements.

DECEMBER 1986

Dec. 1, 1986

Negotiations with M.J. Turnbull were consummated on November 29, 1986, whereby Wardlow agreed to a partnership arrangement, effective December 1, 1986. The basic agreement is as follows:

1. Wardlow is to have a 50% interest in the partnership based on the net assets of the balance sheet of the business as of December 1, 1986. Turnbull is to have a 30% interest and his associate, Marcus Ball is to have 20%.
2. The warehouse that Wardlow is operating from will be retained as well as all the other assets. The liabilities as set out on the December 1, 1986, balance sheet are to be assumed by the partnership. The business is to be reimbursed for the losses sustained in October and November, 1986, by the two new partners. The amount to be paid by each partner will be determined in accordance with their profit and loss ratio. In addition, each partner will pay the following amounts into the partnership:

M.J. Turnbull	\$21,000.00
Marcus Ball	<u>14,000.00</u>
	<u>\$35,000.00</u>

3. The profit and loss ratio is to be:

Wardlow	50%
Turnbull	30%
Ball	<u>20%</u>
	<u>100%</u>

4. Salaries to the three partners are:

Wardlow	\$1800/month
Turnbull	\$1500/month
Ball	\$1500/month

Salaries are to be handled as partnership expenses rather than as "draw". These salaries are to be paid monthly. The partnership is to be called "Wardlow & Associates".

Dec. 1, 1986

Paid all payroll taxes due, including the employer's portion of FICA.



**SUMMARY OF TRANSACTIONS**  
**December 1986**

**PAGE 2**

**Dec. 1, 1986**

Wardlow submitted an expense statement for Nov, 1986, as follows:

Hotels	\$ 328.65
Meals	182.95
Entertainment	104.30
Auto Expense	<u>153.70</u>
	\$ <u>769.60</u>

Issued a check for \$769.60.

**Dec. 1, 1986**

Updated the financial statements and made the entries necessary to set up the partners' accounts. The accounting records will continue under the new organization rather than closing all accounts and setting up new accounts. All revenue and expense accounts are to be closed to E.L. Wardlow, Capital.

**Dec. 1, 1986**

Purchased office furniture and fixtures for a small sales office from Paddy's Office Supply as follows:

2 Executive desks	\$ 700.00
2 Executive chairs	440.00
2 Legal size file cabinets	250.00
2 Trash baskets	<u>30.00</u>
	\$ <u>1420.00</u>

A check was issued for the above amount.

**Dec. 1, 1986**

Paid the rent for December, 1986.

**SUMMARY OF TRANSACTIONS**  
**December 1986**

**PAGE 3**

**Dec. 2, 1986**

**Shipped and billed:**

<b>Cajun Catfish Packing, Inc.</b>	
Wrapping paper (30 rolls)	<b>\$2250.00</b>
Plastic bags	<b>1150.00</b>
Packing boxes	<b><u>750.00</u></b>
	<b><u>\$4150.00</u></b>

**Terms: Net 30 Days**

**Dec. 4, 1986**

**Shipped and billed:**

<b>Ocelo Papers, Inc.</b>	
Toilet tissue	<b><u>\$2250.00</u></b>

**Dec. 4, 1986**

**Shipped and billed:**

<b>Acme Stores</b>	
Cleaning products	<b>\$ 600.00</b>
Toilet tissue	<b><u>900.00</u></b>
	<b><u>\$1500.00</u></b>

**Terms: Net 30 Days**

**Dec. 5, 1986**

**Shipped and billed:**

<b>Late-Nite Soul Foods, Inc.</b>	
Wrapping paper	<b>\$ 750.00</b>
Plastic bags	<b><u>500.00</u></b>
	<b><u>\$1250.00</u></b>

**Terms: Net 30 Days**

**SUMMARY OF TRANSACTIONS**  
December 1988

PAGE 4

Dec. 5, 1988

Received the following shipment:

<b>Anzio Plastics</b>	
Wrapping paper	\$2200.00
Plastic bags	<u>2700.00</u>
	<u>\$4900.00</u>

Terms: 2/10, Net 30 Days

Dec. 5, 1988

Prepared the payroll for the week ended 12/4/88.  
Hours worked are:

<b>J. Young</b>	44 hours
<b>M. Rogers</b>	40 hours

FICA is 7%.  
Income tax withholdings are \$55 for Young and \$40 for Rogers.

Dec. 8, 1988

Shipped and billed:

<b>Mini-Printers, Inc.</b>	
Fine paper	\$ 750.00
Packing boxes	<u>450.00</u>
	<u>\$1200.00</u>

<b>Sales-Mart Stores, Inc.</b>	
Toilet tissue	<u>\$1250.00</u>

<b>Chicken Packers, Inc.</b>	
Wrapping paper	\$1250.00
Plastic bags	850.00
Packing boxes	<u>650.00</u>
	<u>\$2750.00</u>

Terms on all shipments are Net 30 Days.

SUMMARY OF TRANSACTIONS  
December 1986

PAGE 5

Dec. 8, 1986

Received payments as follows:

Cajun Catfish Packing, Inc. (Invoice of 11/03/86)	<u>\$1500.00</u>
Acme Stores (Invoice of 11/5/86)	<u>\$2150.00</u>
Sales-Mart Stores, Inc. (Invoice of 11/5/86)	<u>\$1200.00</u>
Mini-Printers, Inc. (Invoice of 11/5/86)	<u>\$1250.00</u>

Dec. 8, 1986

Paid the following:

Dead End Paper Co.	<u>\$3000.00</u>
Mini-Kraft Paper Products	<u>\$2000.00</u>

(Invoices of 11/6/86)  
These were not paid within the discount period.

Dec. 9, 1986

Received payment from:

Chicken Delight Food Co.	<u>\$2750.00</u>
Lebeaux Crayfish, Inc.	<u>\$2500.00</u>

(Invoices of 11/7/86)

Dec. 9, 1986

Paid the following:

Mini-Tonka Papers	<u>\$ 850.00</u>
Anzio Plastics	<u>\$3750.00</u>

(Invoices of 11/3/86)  
Discount missed on these.

**SUMMARY OF TRANSACTIONS**  
December 1986

PAGE 6

Dec. 10, 1986

Received payment from:

Fish Packers International	<u>\$450.00</u>
Bite and Snarl Dog Food Co.	<u>\$450.00</u>
Soul Food South, Inc.	<u>\$450.00</u>

(Invoices of 11/11/86)

Dec. 10, 1986

Paid the following:

Anzio Plastics	<u>\$4200.00</u>
Gee Whiz Chemical Co.	<u>\$1750.00</u>

(Invoices of 11/12/86)

Dec. 10, 1986

Shipped the following:

Pisano Stores, Inc.	
Toilet tissue	<u>\$750.00</u>

Lebeaux Crayfish, Inc.	
Plastic bags	\$ 950.00
Wrapping paper	<u>650.00</u>

\$1600.00

Soul Food South, Inc.	
Plastic bags	\$1050.00
Wrapping paper	<u>650.00</u>

\$1700.00

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
December 1986

PAGE 7

Dec. 11, 1986

Received the following shipments:

Anzio Plastics	
Plastic bags	\$2500.00
Wrapping paper	<u>1500.00</u>
	<u>\$4000.00</u>
Dead End Paper Co.	
Toilet tissue	<u>\$1850.00</u>
Mini-Tonka Papers	
Fine paper	<u>\$650.00</u>
Gee Whis Chemicals	
Chemical product	<u>\$850.00</u>

Terms: 2/10, Net 30 Days

Dec. 11, 1986

Shipped the following:

Chicken Delight Food Co.	
Plastic bags	\$ 750.00
Wrapping paper	<u>450.00</u>
	<u>\$1200.00</u>
Fish Packers International	
Packing boxes	\$ 450.00
Plastic bags	950.00
Wrapping paper	<u>550.00</u>
	<u>\$1950.00</u>

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
December 1986

PAGE 8

Dec. 12, 1986

Prepared payroll for week ending Dec 11, 1986.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours

FICA is 7%.

Income tax withholdings are \$55 for Young and \$40 for Rogers.

Dec. 12, 1986

An additional person was hired to work in the warehouse.

Name:	James Barnes
Rate of Pay:	\$4.50/hr.

Dec. 15, 1986

Shipped the following:

Bite and Snarl Dog Food Co.	
Plastic bags	\$1100.00
Wrapping paper	650.00
Packing boxes	<u>250.00</u>
	<u>\$2000.00</u>

Dec. 16, 1986

The earehouse has shelving needs. The following costs were incurred and billed by Stratosphere Construction Co.:

Shelving installed	\$4500.00
(according to specifications)	
Lighting systems	3850.00
Speaker system	<u>1750.00</u>
	<u>\$10,100.00</u>

Terms: 1/2 upon completion of job  
1/2 - 30 Days

The work was completed on Dec. 16, 1986.  
(Classify as leasehold improvements)

SUMMARY OF TRANSACTIONS  
December 1986

PAGE 9

Dec. 17, 1986

Payment received from:

Chicken Packers, Inc.	<u>\$3000.00</u>
Pisano Stores, Inc.	<u>\$2450.00</u>
Lebeaux Crayfish, Inc.	<u>\$2700.00</u>
Soul Food South, Inc.	<u>\$2100.00</u>
Mini-Printers, Inc.	<u>\$1625.00</u>

(Invoices of 11/17/86)

Dec. 17, 1986

Shipped the following:

Craig County Co-op	
Packing boxes	\$ 650.00
Chemical products	<u>550.00</u>
	<u>\$1200.00</u>

Terms: Net 30 Days

Dec. 18, 1986

Shipped and billed:

Deep Freeze Frozen Foods	
Plastic bags	\$ 650.00
Wrapping paper	<u>450.00</u>
	<u>\$1100.00</u>

Terms: Net 30 Days

Dec. 19, 1986

Prepared the payroll for the week ended December 18, 1986.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours
J. Barnes	34 hours

FICA is 7%.

Income tax withholdings are:

J. Young	\$55.00
M. Rogers	\$40.00
J. Barnes	\$27.00



**SUMMARY OF TRANSACTIONS**  
December 1986

PAGE 10

Dec. 19, 1986

Paid the following:

Mini-Tonka Papers	\$ 875.00
Dead End Paper Co.	<u>\$3000.00</u>
Anzio Plastics	<u>\$6250.00</u>

(Invoices of 11/20/86)  
Missed discount on these.

Dec. 22, 1986

Received payment from:

Craig County Co-op	<u>\$3525.00</u>
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(Invoice of 11/24/86)

Dec. 23, 1986

Shipped the following:

Ocelo Papers, Inc. Packing boxes	\$ <u>650.00</u>
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Terms: Net 30 Days

Dec. 23, 1986

Paid the following:

Anzio Plastics	<u>\$7500.00</u>
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(Invoice of 11/26/86)  
Missed discount on this.

**SUMMARY OF TRANSACTIONS**  
**December 1986**

**PAGE 11**

**Dec. 24, 1986**

Made the payroll for the week ending Dec. 25, 1986  
(Christmas is a paid holiday).

Hours worked are:

J. Young	44 hours
M. Rogers	40 hours
J. Barnes	42 hours

FICA is 7%.

Income tax withholdings are:

J. Young	\$55.00
M. Rogers	\$40.00
J. Barnes	\$35.00

Dec. 25, 1986 -	Paid Holiday
Dec. 26, 1986 -	Paid Holiday

**Dec. 29, 1986**

Received payments from:

Chicken Packers, Inc.	
(Invoice of 11/27/86)	<u>\$3075.00</u>
Deep Freeze Frozen Foods	
(Invoice of 11/25/86)	<u>\$3000.00</u>

**Dec. 29, 1986**

Paid the following:

Mini-Kraft Paper Products	<u>\$2400.00</u>
(Invoice of 11/27/86)	
Do not take discount.	

**Dec. 30, 1986**

Shipped the following:

Acme Stores	
Toilet tissue	\$ 850.00
Packing boxes	<u>250.00</u>
	<u>\$1100.00</u>

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
December 1986

PAGE 12

Dec. 31, 1986

Received the following bills for month of December:

Telephone	<u>\$285.00</u>
Electricity	<u>\$150.00</u>
Water	<u>\$ 65.00</u>

Dec. 31, 1986

Paid the following:

1. U.S. Bank  
(third monthly installment)
2. Telephone bill  
(Call Collect  
Telephone Co.) \$285.00
3. Electricity bill  
(Dimview Power &  
Light Co.) \$150.00
4. Water bill  
(Dew Drop Water Co.) \$ 65.00

Dec. 31, 1986

Paid the partners one (1) month salary each:

Wardlow	\$1800.00
Turnbull	\$1500.00
Ball	\$1500.00

FICA is 7%.

Income tax withholdings are \$225.00 for Wardlow, \$200.00 for Turnbull, and \$200.00 for Ball.

SUMMARY OF TRANSACTIONS  
December 1986

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Dec. 31, 1986

1. Ending Inventory is: \$7525.00
2. Depreciation rates are:
  - Towmotor (20%/yr)
  - Trucks (25%/yr)
  - Office Furniture and Fixtures (20%/yr)
  - Leasehold Improvements (3 yrs.)
3. Supplies on hand 12/31/86: \$ 10.00
4. Insurance is to be amortized over the life of the policy.
5. Hours of payroll accrual are:
  - J. Young 27 hours
  - M. Rogers 24 hours
  - J. Barnes 27 hours

Dec. 31, 1986

Close the books and prepare financial statements.

JANUARY, 1987

Jan. 2, 1987

Paid the rent for Jan, 1987.

Jan. 2, 1987

Wardlow and Turnbull have agreed that Marcus Ball is not contributing to the growth of the partnership. In view of this, they asked for Ball's withdrawal from the partnership for the following consideration:

1. The total of his capital account as of December 31, 1986.
2. A \$3000 cash payment to represent two months' salary as separation pay.

Income tax withholding is \$400.00.  
FICA is 7%.

Ball agrees to this and a check is drawn in his favor.

The new profit and loss ratio is 5:3.

Jan. 2, 1987

Made reversing entries.

Jan. 2, 1987

Prepared the payroll for week ended Jan 1, 1987.  
Hours worked are:

J. Young	43 hours
M. Rogers	40 hours
J. Barnes	43 hours

FICA is 7%.

Income tax withholdings are:

J. Young	\$50.00
M. Rogers	\$40.00
J. Barnes	\$30.00

**SUMMARY OF TRANSACTIONS**  
January 1987

**PAGE 2**

Jan. 2, 1987

Expense statements were filed as follows:

<b>Wardlow:</b>	
Hotel	\$ 125.00
Meals	75.00
Auto Expense	80.00
Entertainment	<u>170.00</u>
	\$ <u>450.00</u>

<b>Turnbull:</b>	
Hotels	\$ 150.00
Meals	110.00
Auto Expense	90.00
Entertainment	<u>200.00</u>
	\$ <u>550.00</u>

<b>Ball:</b>	
Auto Expense	\$ <u>35.00</u>

Issued checks totaling:	<u>\$1035.00</u>
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Jan. 5, 1987

Shipped and billed the following:

<b>Cajun Catfish Packing Co.</b>	
Wrapping paper	\$ 950.00
Plastic bags	750.00
Chemical products	<u>450.00</u>
	<u>\$2150.00</u>

<b>Mini-Printers, Inc.</b>	
Fine Papers	\$ <u>750.00</u>
<b>Sales-Mart Stores, Inc.</b>	
Toilet tissue	<u>\$1250.00</u>

SUMMARY OF TRANSACTIONS  
January 1987

PAGE 3

Jan. 6, 1987

Received the following shipments of merchandise:

Mini-Tonka Papers	
Fine paper	<u>\$1250.00</u>
Dead End Paper Co.	
Toilet tissue	<u>\$1500.00</u>
Mini-Kraft Paper Products	
Packing boxes	<u>\$1250.00</u>
Anzio Plastics	
Wrapping paper	\$1500.00
Plastic bags	<u>\$ 975.00</u>
	<u>\$2475.00</u>

Terms 2/10, Net 30 Days

Jan. 6, 1987

Received payment from:

Cajun Catfish Packing, Inc.	
(Invoice of 12/2/86)	<u>\$4150.00</u>
Ocelo Papers, Inc.	
(Invoice of 12/4/86)	<u>\$2250.00</u>
Acme Stores	
(Invoice of 12/4/86)	<u>\$1500.00</u>
Late-Nite Soul Food	
(Invoice of 12/5, 86)	<u>\$1250.00</u>

Jan. 6, 1987

Paid the following:

Anzio Plastics	
(Invoice of 12/5/86)	<u>\$4900.00</u>

Discount not taken.

Jan. 7, 1987

Received the following payments:

Mini-Printers, Inc.	<u>\$1200.00</u>
Sales-Mart Stores, Inc.	<u>\$1250.00</u>
Chicken Packers, Inc.	<u>\$2750.00</u>

(Invoices of 12/8/86)

**SUMMARY OF TRANSACTIONS**  
January 1987

PAGE 4

Jan. 7, 1987

Shipped and billed:

Chicken Packers, Inc.	
Plastic bags	\$ 750.00
Wrapping paper	<u>550.00</u>
	<u>\$1300.00</u>

Pisano Stores, Inc.	
Toilet tissue	\$ 850.00
Packing boxes	<u>250.00</u>
	<u>\$1100.00</u>

Terms: Net 30 Days

Jan. 8, 1987

Received payment from:

Pisano Stores, Inc.	\$ 750.00
Lebeaux Crayfish, Inc.	<u>\$1500.00</u>
Soul Food South, Inc.	<u>\$1700.00</u>

(Invoices of 12/10/86)

Jan. 8, 1987

Paid the following:

Anzio Plastics	\$4000.00
Dead End Paper Co.	<u>\$1850.00</u>
Mini-Tonka Papers	\$ 850.00
Gee Whiz Chemicals	<u>\$ 850.00</u>

(Invoices of 12/11/86)  
Discount not taken.



**SUMMARY OF TRANSACTIONS**  
January 1987

PAGE 5

Jan. 8, 1987

Shipped and billed:

Lebeaux Crayfish, Inc.	
Packing boxes	\$ 650.00
Plastic bags	850.00
Wrapping paper	<u>850.00</u>
	<u>\$2350.00</u>

Terms: Net 30 Days

Jan. 9, 1987

Received the following shipment:

Anzio Plastics	
Wrapping paper	\$1600.00
Plastic bags	<u>1200.00</u>
	<u>\$2800.00</u>

Terms: 2/10, Net 30 Days

Jan. 9, 1987

Received payments from:

Chicken Delight Food Co.	\$1200.00
Fish Packers International	<u>\$1950.00</u>

(Invoices of 12/11/86)

Jan. 9, 1987

Prepared payroll for week ended 1/8/87.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours
J. Barnes	44 hours

FICA is 7%.

Income tax withholdings are:

J. Young	\$55.00
M. Rogers	\$40.00
J. Barnes	\$45.00

SUMMARY OF TRANSACTIONS  
January 1987

PAGE 6

Jan. 12, 1987

Received payment from:

Bite and Snarl Dog Food Co.  
(Invoice of 12/15/86) \$2000.00

Jan. 12, 1987

Shipped and billed:

Soul Food South, Inc.  
Plastic bags \$ 550.00  
Wrapping paper 450.00  
\$1000.00

Terms: Net 30 Days

Jan. 13, 1987

Wardlow and Turnbull discussed the advantage of a corporation over the partnership structure of their business. They agreed that the corporation form of business was the best structure and agreed to make immediate application to the Secretary of State for a corporation charter.

Jan. 14, 1987

Paid the second installment on the leasehold improvements installed by Stratosphere Construction Co. as set out in their invoice of 12/16/86.

Jan. 14, 1987

Shipped and billed:

Chicken Delight Food Co.  
Chemical products \$ 450.00  
Packing boxes 250.00  
Wrapping paper 650.00  
Plastic bags 850.00  
\$2200.00

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
January 1987

PAGE 7

Jan. 15, 1987

Received payment from:

Craig County Co-op (Invoice of 12/17/86)	<u>\$1200.00</u>
Deep Freeze Frozen Foods (Invoice of 12/18/86)	<u>\$1100.00</u>

Jan. 16, 1987

Paid the following: (within discount period)

Mini-Tonka Papers	<u>\$1250.00</u>
Dead End Paper Co.	<u>\$1300.00</u>
Mini-Kraft Paper Products	<u>\$1250.00</u>
Anzio Plastics	<u>\$2475.00</u>

(Invoices dated 1/6/87)

Jan. 16, 1987

Prepared the payroll for the week ended Jan 15, 1987.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours
J. Barnes	44 hours

FICA is 7%.

Income tax withholdings are:

J. Young	\$55.00
M. Rogers	\$40.00
J. Barnes	\$45.00

Jan. 19, 1987

Received payment from:

Chicken Packers, Inc. (Invoice of 1/7/87)	<u>\$1300.00</u>
Fisano Stores, Inc. (Invoice of 1/7/87)	<u>\$1100.00</u>
Lebeaux Crayfish, Inc. (Invoice of 1/8/87)	<u>\$2350.00</u>

SUMMARY OF TRANSACTIONS  
January 1987

PAGE 8

Jan. 19, 1987

Paid the following:

Anzio Plastics (Invoice of 1/9/87)	<u>\$2800.00</u>
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Jan. 20, 1987

Shipped and billed:

Fish Packers International	
Wrapping paper	\$ 750.00
Plastic bags	<u>550.00</u>
	<u>\$1300.00</u>

Terms: Net 30 Days

Jan. 21, 1987

Received the following shipments:

Gee Whiz Chemical Co. Chemical products	<u>\$650.00</u>
Anzio Plastics	
Wrapping paper	\$1850.00
Plastic bags	<u>1250.00</u>
	<u>\$3100.00</u>

Terms: 2/10, Net 30 Days

Jan. 21, 1987

Purchased office supplies from:

Eveready Suppliers (on account)	<u>\$685.00</u>
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SUMMARY OF TRANSACTIONS  
January 1987

PAGE 9

Jan. 22, 1987

Shipped and billed:

Bite and Snarl Dog Food Co.	
Packing boxes	\$ 450.00
Wrapping paper	750.00
Plastic bags	<u>650.00</u>
	<u>\$1850.00</u>

Terms: Net 30 Days

Jan. 22, 1987

Received the following shipment:

Mini-Kraft Paper Products	
Packing boxes	<u>\$850.00</u>

Terms: 2/10, Net 30 Days

Jan. 23, 1987

Received a letter from Anzio Plastics inquiring about the non-payment of the following invoice:

Nov. 13, 1986	\$1750.00
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A check of the records indicated that this invoice had not been paid. A check was drawn for \$1750.00 to bring this account up-to-date.

Jan. 23, 1987

Received a telephone message from Mini-Tonka Papers inquiring about the non-payment of the following invoice:

Nov. 13, 1986	\$ 600.00
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A check was drawn for \$600.00 to clear this unpaid invoice and mailed to the vendor.

SUMMARY OF TRANSACTIONS  
January 1987

PAGE 10

Jan. 23, 1987

Made the payroll for the week ended Jan. 22, 1986.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours
J. Barnes	44 hours

FICA is 7%.

Income tax withholdings are:

J. Young	\$55.00
M. Rogers	\$40.00
J. Barnes	\$45.00

Jan. 26, 1987

A letter was received from Price Packaging regarding their invoice of Oct. 13, 1986. A check with the customer (Cajun Catfish Packing Co.) revealed that the equipment was operating in accordance with specifications set forth by Price Packaging and should be paid for.

A check for \$2185.00 was issued to Price Packaging.

Jan. 27, 1987

Received payment from:

Ocelo Papers	
Toilet tissue	<u>\$550.00</u>

Jan. 28, 1987

Shipped and billed:

Acme Stores	
Toilet tissue	<u>\$850.00</u>
Chicken Packers	
Wrapping paper	\$ 850.00
Plastic bags	<u>850.00</u>
	<u>\$1700.00</u>

Terms: Net 30 Days

**SUMMARY OF TRANSACTIONS**  
January 1987

PAGE 11

Jan. 29, 1987

Received the following shipments:

Dead End Paper Co. Toilet tissue	\$ <u>1750.00</u>
Mini-Kraft Paper Products Packing boxes	\$ <u>650.00</u>
Ans   lastics wrapping paper	\$1500.00
Plastic bags	<u>1600.00</u>
	<u>\$3100.00</u>

Terms: Net 30 Days

Jan. 30, 1987

Shipped the following:

Cajun Catfish Packing Co. Wrapping paper	\$ 850.00
Plastic bags	<u>750.00</u>
	<u>\$1600.00</u>
Pisano Stores Toilet tissue	<u>\$1150.00</u>

Terms: Net 30 days

Jan. 30, 1987

Prepared the payroll for the week ended Jan. 29, 1987.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours
J. Barnes	44 hours

FICA is 7%.

Income tax withholdings are:

J. Young	\$55.00
M. Rogers	\$40.00
J. Barnes	\$45.00

SUMMARY OF TRANSACTIONS  
January 1987

PAGE 12

Jan. 30, 1987

Received the following bills for the month of January:

Telephone	\$315.00
Electricity	<u>\$135.00</u>
Water	<u>\$ 70.00</u>

Jan. 30, 1987

Paid the following:

1. U.S. Bank  
(fourth monthly installment)
2. Telephone bill  
(Call Collect  
Telephone Co.) \$315.00
3. Electricity bill  
(Dimview Light &  
Power Company) \$135.00
4. Water bill  
(Dew Drop Water Co.) \$ 70.00

Jan. 30, 1987

Paid the partners one (1) month salary each.

Wardlow	\$1800.00
Turnbull	\$1500.00

FICA is 7%.

Income tax withholdings are \$225.00 for Wardlow and \$200.00 for Turnbull.

Jan. 30, 1987

Paid all payroll taxes withheld to date.

Jan. 30, 1987

Wardlow and Turnbull submitted travel expense reports for January, 1987, totaling \$850.00. Checks were issued totaling this amount.



**SUMMARY OF TRANSACTIONS**  
January 1987

PAGE 13

Jan. 30, 1987

1. Ending Inventory is: \$7825.00
2. Depreciation rates are:
  - Towmotor (20%/year)
  - Trucks (25%/year)
  - Office Furniture  
and Fixtures (20%/year)
  - Leasehold  
Improvements (3 years)
3. Supplies on hand  
01/30/87: \$ 495.00
4. Insurance is to be  
amortized over the  
life of the policy.
5. Hours of payroll accrual are:
  - J. Young 8 hours
  - M. Rogers 8 hours
  - J. Barnes 8 hours

Jan. 30, 1987

Close the books and prepare financial statements.

FEBRUARY 1987

Feb. 1, 1987

On Jan. 31, 1987, Wardlow received a charter from the Secretary of State for the business now being conducted as a partnership by Wardlow and Turnbull. The corporation will be called W.T. Packaging Corporation.

The W.T. Packaging Corporation is authorized to issue 1000 shares of \$100 par preferred stock, 9%, noncumulative, non-participating; and 20,000 shares of \$10 par common stock.

The accounts of the partnership as of Jan. 31, 1987 are to be accepted at their balance at that date. (This is the balance sheet as of January 31, 1987.)

Partners are to be given shares of Common stock equal to their Capital accounts at Jan. 31, 1987. Any partial shares due to partners are to be paid out in cash.

Assuming the partnership accounting records will continue to be used by the Corporation, prepare entries to reflect the incorporation.

Feb. 1, 1987

Paid the rent for February, 1987.

Feb. 1, 1987

Issued checks totalling \$9.34 to the former partners.

Feb. 2, 1987

Sold 200 shares of preferred stock and 600 shares of common stock to investors at \$115 and \$15 a share, respectively.

Feb. 2, 1987

Shipped and billed:

Lebeaux Crawfish, Inc.	
Wrapping paper	\$ 750.00
Plastic bags	<u>650.00</u>
	<u>\$1400.00</u>

Terms: Net 30 Days

**SUMMARY OF TRANSACTIONS**  
**February 1987**

**PAGE 2**

**Feb. 2, 1987**

**Paid the following:**

<b>Mini-Kraft Paper Products</b> (Invoice of 1/22/87)	<b>\$ <u>850.00</u></b>
<b>Anzio Plastics</b> (Invoice of 1/21/87)	<b>\$<u>3100.00</u></b>
<b>Gee Whis Chemical</b> (Invoice of 1/21/87)	<b>\$ <u>650.00</u></b>
<b>Eveready Suppliers</b> (Invoice of 1/21/87)	<b>\$ <u>685.00</u></b>

**Feb. 3, 1987**

**Shipped and billed:**

<b>Craig County Co-op</b> <b>Packing boxes</b>	<b>\$ 850.00</b>
<b>Chemical products</b>	<b><u>350.00</u></b>
	<b><u>\$1200.00</u></b>

**Terms: Net 30 Days**

**Feb. 3, 1987**

**Received payments from:**

<b>Mini-Printers, Inc.</b> (Invoice of 1/5/87)	<b>\$ <u>750.00</u></b>
<b>Sales-Mart Stores, Inc.</b> (Invoice of 1/5/87)	<b>\$<u>1250.00</u></b>
<b>Cajun Catfish Packing Co.</b> (Invoice of 1/5/87)	<b>\$<u>2150.00</u></b>

**Terms: Net 30 Days**

**Feb. 4, 1987**

**Shipped and billed:**

<b>Mini-Printers, Inc.</b> <b>Fine paper</b>	<b>\$ 650.00</b>
<b>Chemical products</b>	<b><u>250.00</u></b>
	<b>\$ <u>900.00</u></b>

**Terms: Net 30 Days**

SUMMARY OF TRANSACTIONS  
February 1987

PAGE 3

Feb. 4, 1987

Shipped and billed:

Sales-Mart Stores, Inc.	
Toilet tissue	\$ 750.00
Packing boxes	<u>250.00</u>
	<u>\$1000.00</u>

Terms: Net 30 Days

Feb. 5, 1987

Shipped and billed:

Soul Food South, Inc.	
Wrapping paper	\$1000.00
Plastic bags	<u>1100.00</u>
	<u>\$2100.00</u>

Terms: Net 30 Days

Feb. 5, 1987

Received the following shipment:

Gee Whiz Chemical Co.	\$ <u>850.00</u>
-----------------------	------------------

Terms: 2/10, Net 30 Days

Feb. 6, 1987

Received the following shipments:

Anzio Plastics	
Wrapping paper	\$1200.00
Plastic bags	<u>1100.00</u>
	<u>\$2300.00</u>

Terms: 2/10, Net 30 Days

SUMMARY OF TRANSACTIONS  
February 1987

PAGE 4

Feb. 6, 1987

Prepared payroll for week ending Feb. 5, 1987.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours
J. Barnes	44 hours

FICA is 7%  
Income tax withholdings are:

J. Young	\$55.00
M. Rogers	\$40.00
J. Barnes	\$35.00

Feb. 9, 1987

Legal fees and other costs incurred by Steele, Thefte, and Rob for the incorporation were billed to the corporation:

Legal fees	\$ <u>635.00</u>
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A check was issued.  
Charged to organization costs.

Feb. 9, 1987

Received the following shipment:

Dead End Paper Co. Toilet tissue	\$ <u>3200.00</u>
-------------------------------------	-------------------

Terms: 2/10, Net 30 Days

Feb. 10, 1987

Paid the following invoices:

Dead End Paper Co. (Invoice of 01/29/87)	\$ <u>1750.00</u>
Mini-Kraft Paper Products (Invoice of 01/29/87)	\$ <u>650.00</u>
Anzio Plastics (Invoice of 01/29/87)	\$ <u>3100.00</u>

Take discount.

SUMMARY OF TRANSACTIONS  
February 1987

PAGE 5

Feb. 10, 1987

Received payment from:

Chicken Delight Food Co.  
(Invoice of 01/14/87) \$2200.00

Feb. 11, 1987

Received payment from:

Soul Food South, Inc.  
(Invoice of 01/12/87) \$1000.00

Feb. 11, 1987

Shipped and billed:

Chicken Delight Food Co.  
Packing boxes \$ 450.00  
Plastic bags 750.00  
Wrapping pap 650.00  
\$1850.00

Terms: Net 30 Days

Feb. 11, 1987

Shipped and billed:

Soul Food South, Inc.  
Plastic bags \$ 450.00  
Wrapping paper 550.00  
\$1000.00

Terms: Net 30 Days

Feb. 12, 1987

Shipped and billed:

Mini-Printers, Inc.  
Fine paper \$ 450.00  
Packing boxes 350.00  
\$ 800.00

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
February 1987

PAGE 6

Feb. 13, 1987

Received the following shipment:

Mini-Kraft Paper Products Packing boxes	<u>\$750.00</u>
--	-----------------

Terms: 2/10, Net 30 Days

Feb. 13, 1987

Received the following shipment:

Anzio Plastics Wrapping paper Plastic bags	<u>\$1250.00</u> <u>1500.00</u> <u>\$2750.00</u>
--	--

Terms: 2/10, Net 30 Days

Feb. 13, 1987

Prepared the payroll for the week ended Feb. 12, 1987.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours
J. Barnes	41 hours

FICA is 7%.

Income tax withholdings are:

J. Young	\$55.00
M. Rogers	\$40.00
J. Barnes	\$35.00

Feb. 16, 1987

Shipped and billed:

Late-Nite Soul Foods Plastic bags Wrapping paper Chemical products	<u>\$ 650.00</u> <u>550.00</u> <u>200.00</u> <u>\$1400.00</u>
---	--

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
February 1987

PAGE 7

Feb. 16, 1987

Shipped and billed:

Deep Freeze Frozen Foods	
Plastic bags	\$ 850.00
Wrapping paper	650.00
Packing boxes	<u>450.00</u>
	<u>\$1950.00</u>

Terms: Net 30 Days

Feb. 17, 1987

Received the following shipments:

Anzio Plastics	
Plastic bags	\$1800.00
Wrapping paper	<u>1200.00</u>
	<u>\$3000.00</u>

Terms: 2/10, Net 30 Days

Feb. 17, 1987

Shipped and billed:

Pisano Stores, Inc.	
Toilet tissue	\$1250.00
Chemical products	<u>350.00</u>
	<u>\$1600.00</u>

Terms: Net 30 Days

Feb. 18, 1987

Received the following payments:

Bite and Snarl Dog Food Co.	
(Invoice of 01/22/87)	<u>\$1850.00</u>
Fish Packers International	
(Invoice of 01/20/87)	<u>\$1300.00</u>



SUMMARY OF TRANSACTIONS  
February 1987

PAGE 8

Feb. 18, 1987

Shipped and billed:

Fish Packers International	
Plastic bags	\$ 850.00
Wrapping paper	<u>750.00</u>
	<u>\$1600.00</u>

Terms: Net 30 Days

Feb. 19, 1987

Received the following shipment:

Mini-Kraft Paper Products	
Packing boxes	\$ <u>650.00</u>

Terms: 2/10, Net 30 Days

Feb. 19, 1987

Shipped and billed:

Bite and Snarl Dog Food Co.	
Plastic bags	\$1000.00
Wrapping paper	<u>900.00</u>
	<u>\$1900.00</u>

Terms: Net 30 Days

Feb. 20, 1987

Paid the following:

Anzio Plastics	
(Invoice of 02/06/87)	<u>\$2300.00</u>

Missed the discount.

Feb. 20, 1987

Paid the following:

Dead End Paper Co.	
(Invoice of 02/09/87)	<u>\$3200.00</u>

Take discount on this payment.

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SUMMARY OF TRANSACTIONS  
February 1987

PAGE 9

Feb. 20, 1987

Prepared the payroll for the week ended 02/19/87.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours
J. Barnes	44 hours

FICA is 7%.  
Income tax withholdings are:

J. Young	\$55.00
M. Rogers	\$40.00
J. Barnes	\$35.00

Feb. 23, 1987

Paid the following:

Anzio Plastics (Invoice of 02/13/87)	<u>\$2750.00</u>
Mini-Kraft Paper Products (Invoice of 02/13/87)	<u>\$ 750.00</u>
Gee Whiz Chemical Co. (Invoice of 02/05/87)	<u>\$ 850.00</u>

Missed discount on Gee Whiz.

Feb. 23, 1987

Shipped and billed:

Cajun Catfish Packing Co.	
Plastic bags	\$ 950.00
Packing paper	<u>850.00</u>
	<u>\$1800.00</u>

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
February 1987

PAGE 10

Feb. 24, 1987

New customers have placed orders as follows:

Delta Agra-Foods, Inc.	
Plastic bags	\$1050.00
Wrapping paper	<u>550.00</u>
	<u>\$1600.00</u>

Shipped and billed on 02/24/87.  
Terms: Net 30 Days

Cotton Council Discount	
Toilet tissue	<u>\$1500.00</u>

Shipped and billed on 02/24/87.  
Terms: Net 30 Days

Feb. 25, 1987

Received the following shipments:

Anzio Plastics	
Plastic bags	\$3000.00
Wrapping paper	<u>2500.00</u>
	<u>\$5500.00</u>

Mini-Kraft Paper Products	
Packing boxes	<u>\$1200.00</u>

Terms: 2/10, Net 30 Days

Feb. 26, 1987

Received the following payment:

Cajun Catfish Packing Co.	
(Invoice of 01/30/87)	<u>\$1600.00</u>

Feb. 26, 1987

Shipped and billed:

Ocelo Papers, Inc.	
Fine papers	\$ 450.00
Toilet tissue	<u>850.00</u>
	<u>\$1300.00</u>

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
February 1987

PAGE 11

Feb. 26, 1987

Received the following payments:

Chicken Packers, Inc. (Invoice of 01/28/87)	<u>\$1700.00</u>
Pisano Stores, Inc. (Invoice of 01/30/87)	<u>\$1150.00</u>

Feb. 27, 1987

Shipped and billed:

Acme Stores	
Toilet tissue	\$ 400.00
Packing boxes	<u>400.00</u>
	\$ <u>800.00</u>

Feb. 27, 1987

Received the following shipment:

Dead End Paper Co. Toilet tissue	<u>\$4000.00</u>
-------------------------------------	------------------

Terms: 2/10, Net 30 Days

Feb. 27, 1987

Prepared the payroll for the week ended 02/26/87.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours
J. Barnes	44 hours

FICA is 7%.

Income tax withholdings are:

J. Young	\$55.00
M. Rogers	\$40.00
J. Barnes	\$35.00

SUMMARY OF TRANSACTIONS  
February 1987

PAGE 12

Feb. 27, 1987

Received the following bills for the month of February:

Telephone	<u>\$410.00</u>
Electricity	<u>\$155.00</u>
Water	<u>\$ 75.00</u>

Feb. 27, 1987

Paid the following:

1. U.S. Bank (fifth month installment)	
2. Telephone bill (Call Collect Telephone Co.)	<u>\$410.00</u>
3. Electricity bill (Dimview Power & Light Co.)	<u>\$155.00</u>
4. Water bill (Dew Drop Water Co.)	<u>\$ 75.00</u>

Feb. 27, 1987

Paid the officers of the corporation one (1) month salary each:

Wardlow	\$1800.00
Turnbull	\$1500.00

FICA is 7%.

Income tax withholdings are \$225.00 for Wardlow and \$200.00 for Turnbull.

SUMMARY OF TRANSACTIONS  
February 1987

PAGE 13

Feb. 27, 1987

1. Ending Inventory is: \$11,750.00
2. Depreciation ratios are:
  - Towmotor (20%/yr)
  - Trucks (25%/yr)
  - Office Furniture  
and Fixtures (20%/yr)
  - Leasehold  
Improvements (3 years)
3. Supplies on hand  
2/28/87: \$ 200.00
4. Insurance is to be  
amortized over the  
life of the policy.
5. There is no payroll to accrue.
6. Accrue payroll  
tax expense: \$ 447.16
7. Accrue selling  
expense: \$ 1135.00
8. Organization costs are to be  
amortized over five years.

Feb. 27, 1987

Close the books and prepare financial statements.

MARCH, 1987

Mar. 2, 1987

Paid the rent for March, 1987.

Mar. 2, 1987

Made reversing entries.

Mar. 2, 1987

Clyde Assurance, Inc. notified the corporation that the collision and property damage coverage had not been paid for the first quarter, 1987. The notice stated that two quarters of coverage were due for payment for the period 1/1/87 to 6/30/87.

The total is \$800. A check was drawn for this amount to the order of Clyde Assurance, Inc.

Mar. 2, 1987

Expense statements were filed as follows:

Wardlow:	
Hotels	\$ 165.00
Meals	85.00
Auto Expense	95.00
Entertainment	<u>190.00</u>
	\$ <u>535.00</u>

Turnbull:	
Hotels	\$ 180.00
Meals	90.00
Auto Expense	100.00
Entertainment	<u>230.00</u>
	\$ <u>600.00</u>

Issued Checks totaling: \$1135.00

Mar. 2, 1987

Shipped and billed:

Acme Stores	
Toilet tissue	<u>\$1750.00</u>

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
March 1987

PAGE 2

Mar. 3, 1987

Shipped and billed:

Cajun Catfish Packing Co.	
Plastic bags	\$1950.00
Wrapping paper	<u>1050.00</u>
	<u>\$3000.00</u>

Terms: Net 30 Days

Mar. 3, 1987

Shipped and billed:

Chicken Packers, Inc.	
Plastic bags	\$ 850.00
Wrapping paper	<u>950.00</u>
	<u>\$1800.00</u>

Terms: Net 30 Days

Mar. 4, 1987

Received the following payments:

Mini-Printers, Inc.	
(Invoice of 2/4/87)	\$ <u>900.00</u>
Sales-Mart Stores, Inc.	
(Invoice of 2/4/87)	<u>\$1000.00</u>
Lebeaux Crayfish, Inc.	
(Invoice of 2/2/87)	<u>\$1400.00</u>
Soul Food South, Inc.	
(Invoice of 2/5/87)	<u>\$2100.00</u>
Craig County Co-op	
(Invoice of 2/3/87)	<u>\$1200.00</u>



SUMMARY OF TRANSACTIONS  
March 1987

PAGE 3

Mar. 5, 1987

Received the following shipments:

Mini-Tonka Papers	
Fine paper	<u>\$600.00</u>
Anzio Plastics	
Plastic bags	1500.00
Wrapping paper	<u>1500.00</u>
	<u>\$3000.00</u>

Terms: 2/10. Net 30 Days

Mar. 5, 1987

Shipped and billed:

Mini-Printers, Inc.	
Fine papers	<u>\$1650.00</u>
Sales-Mart Stores, Inc.	
Toilet tissue	<u>\$1250.00</u>
Pisano Stores, Inc.	
Toilet tissue	<u>\$1250.00</u>

Terms: Net 30 Days

Mar. 5, 1987

Received the following payments:

Acme Stores	
(Invoice of 12/30/86)	\$1100.00
(Invoice of 1/28/87)	<u>850.00</u>
	<u>\$1950.00</u>

SUMMARY OF TRANSACTIONS  
March 1987

PAGE 4

Mar. 6, 1987

Prepared the payroll for the week ended 3/5/87.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours
J. Barnes	44 hours

FICA is 7%.  
Income tax withholdings are:

J. Young	\$55.00
M. Rogers	\$40.00
J. Barnes	\$35.00

Mar. 9, 1987

Shipped and billed:

Fish Packers International	
Plastic bags	\$1000.00
Wrapping paper	<u>1000.00</u>
	<u>\$2000.00</u>

Terms: Net 30 Days

Mar. 9, 1987

Shipped and billed:

Pisano Stores	
Toilet tissue	<u>\$1850.00</u>

Terms: Net 30 Days

Mar. 10, 1987

Shipped and billed:

Craig County Co-op:	
Plastic bags	\$1250.00
Wrapping paper	<u>850.00</u>
	<u>\$2100.00</u>

SUMMARY OF TRANSACTIONS  
March 1987

PAGE 5

Mar. 10, 1987

Paid all payroll taxes withheld:

1. Income taxes	<u>\$945.00</u>
2. FICA	<u>\$894.32</u>

Mar. 10, 1987

Received the following shipment:

Mini-Tonka Paper Fine paper	<u>\$650.00</u>
--------------------------------	-----------------

Terms: 2/10, Net 30 Days

Mar. 11, 1987

Received the following:

Price Packaging Co. 1 shrink wrap machine	<u>\$2150.00</u>
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Terms: 2/10, Net 30 Days

Mar. 12, 1987

Shipped the following:

Delta Agra-Foods 1 shrink wrap machine	<u>\$2750.00</u>
---	------------------

Terms: Net 30 Days

Mar. 12, 1987

Received the following shipment:

Dead End Paper Co. Toilet tissue	<u>\$3250.00</u>
-------------------------------------	------------------

Terms: 2/10, Net 30 Days

SUMMARY OF TRANSACTIONS  
March 1987

PAGE 6

Mar. 13, 1987

Received the following payments:

Mini-Printers, Inc. (Invoice of 2/12/87)	\$ <u>800.00</u>
Chicken Delight Food Co. (Invoice of 2/11/87)	\$ <u>1850.00</u>
Soul Food South (Invoice of 2/11/87)	\$ <u>1000.00</u>

Mar. 13, 1987

Prepared the payroll for the week ended Mar 12, 1987.  
Hours worked were:

J. Young	43 hours
M. Rogers	40 hours
J. Barnes	43 hours

FICA is 7%.

Income tax withholdings are:

J. Young	\$50.00
M. Rogers	\$40.00
J. Barnes	\$30.00

Mar. 16, 1987

Paid the following:

Anzio Plastics (Invoice of 2/17/87)	\$ <u>3000.00</u>
Mini-Kraft Paper Products (Invoice of 2/19/87)	\$ <u>650.00</u>
Dead End Paper Co. (Invoice of 2/27/87)	\$ <u>4000.00</u>

Missed discount.

Mar. 16, 1987

Shipped and billed:

Lebeaux Crayfish, Inc. Plastic bags	\$ 850.00
Wrapping paper	850.00
	\$ <u>1700.00</u>

SUMMARY OF TRANSACTIONS  
March 1987

PAGE 7

Mar. 17, 1987

Received the following payments:

Fish Packers International (Invoice of 2/18/87)	<u>\$1600.00</u>
Bite and Snarl Dog Food Co. (Invoice of 2/19/87)	<u>\$1900.00</u>
Late-Nite Soul Food (Invoice of 2/16/87)	<u>\$1400.00</u>

Mar. 18, 1987

Shipped and billed:

Chicken Delight Food Co. Plastic bags	\$ 950.00
Wrapping paper	<u>750.00</u>
	<u>\$1700.00</u>

Cotton Council Discount Toilet tissue	<u>\$1100.00</u>
--	------------------

Terms: Net 30 Days

Mar. 18, 1987

Shipped and billed:

Bite and Snarl Dog Food Co. Plastic bags	\$1150 00
Wrapping paper	<u>950.00</u>
	<u>\$2100.00</u>

Terms: Net 30 Days

Mar. 19, 1987

Shipped and billed:

Soul Food South, Inc. Plastic bags	\$ 750.00
Wrapping paper	<u>650.00</u>
	<u>\$1400.00</u>

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
March 1987

PAGE 8

Mar. 20, 1987

Received the following payment:

Cajun Catfish Packing Co.  
Packing boxes \$ 550.00

Terms: Net 30 Days

Mar. 20, 1987

Prepared the payroll for the week ended March 19, 1987.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours
J. Barnes	44 hours

FICA is 7%.

Income tax withholdings are:

J. Young	\$50.00
M. Rogeis	\$45.00
J. Barnes	\$40.00

Mar. 20, 1987

Received shipment from:

Anzio Plastics	
Plastic bags	\$2200.00
Wrapping paper	<u>1850.00</u>
	<u>\$4050.00</u>

Terms: Net 30 Days

Mar. 23, 1987

Received the following payments:

Ocelo Paper	
(Invoice of 2/28/87)	<u>\$1300.00</u>
Deep Freeze Frozen Foods	
(Invoice of 2/16/87)	<u>1950.00</u>
Delta Agra-Foods	
(Invoice of 2/24/87)	<u>\$1600.00</u>
Cotton Council Discount	
(Invoice of 2/24/87)	<u>\$1500.00</u>

SUMMARY OF TRANSACTIONS  
March 1987

PAGE 9

Mar. 24, 1987

Paid the following:

Anzio Plastics  
(Invoice of 2/25/87)           \$5500.00

Missed discount.

Mar. 24, 1987

Paid the following:

Price Packaging  
(Invoice of 03/11/87)           \$2150.00

Take discount.

Mar. 25, 1987

Paid the following:

Mini-Kraft  
(Invoice of 02/25/87)           \$1200.00

Missed discount.

Dead End Paper  
(Invoice of 03/12/87)           \$3250.00

Mini-Tonka Papers  
(Invoice of 03/10/87)           \$ 650.00

Take discount.

Mar. 25, 1987

Shipped and billed:

Deep Freeze Frozen Foods  
Plastic bags                   \$ 950.00  
Wrapping paper                950.00

\$1900.00

Terms: Net 30 Days

**SUMMARY OF TRANSACTIONS**  
**March 1987**

**PAGE 10**

**Mar. 26, 1987**

**Shipped and billed:**

<b>Mini-Printers, Inc.</b>	
<b>Fine paper</b>	<b><u>\$1650.00</u></b>
<b>Fish Packers International</b>	
<b>Plastic bags</b>	<b>\$ 750.00</b>
<b>Wrapping paper</b>	<b>750.00</b>
<b>Packing boxes</b>	<b><u>500.00</u></b>
	<b><u>\$2000.00</u></b>

**Terms: Net 30 Days**

**Mar. 26, 1987**

**Received the following:**

<b>Anzio Plastics</b>	
<b>Plastic bags</b>	<b>\$1000.00</b>
<b>Wrapping paper</b>	<b><u>2000.00</u></b>
	<b><u>\$3000.00</u></b>

**Terms: Net 30 Days**

**Mar. 27, 1987**

**Shipped and billed:**

<b>Sales-Mart Stores, Inc.</b>	
<b>Toilet tissue</b>	<b><u>\$2350.00</u></b>

**Terms: Net 30 Days**



SUMMARY OF TRANSACTIONS  
March 1987

PAGE 11

Mar. 27, 1987

Prepared payroll for week ended March 26, 1987.  
Hours worked are:

J. Young	44 hours
M. Rogers	40 hours
J. Barnes	44 hours

FICA is 7%.  
Income tax withholdings are:

J. Young	\$50.00
M. Rogers	\$45.00
J. Barnes	\$40.00

Mar. 30, 1987

Received the following payments:

Acme Stores (Invoice of 2/27/87)	\$ <u>800.00</u>
Cajun Catfish Packing Co (Invoice of 3/3/87)	<u>\$3000.00</u>
Mini-Printers, Inc. (Invoice of 3/5/87)	<u>\$1650.00</u>
Sales-Mart Stores, Inc. (Invoice of 3/5/87)	<u>\$1250.00</u>
Chicken Packers, Inc. (Invoice of 3/3/87)	<u>\$1800.00</u>

Mar. 30, 1987

Shipped and billed:

Late-Nite Soul Foods Plastics bags	\$1150.00
Wrapping paper	1250.00
	<u>\$2400.00</u>

Terms: Net 30 Days

Mar. 31, 1987

Shipped and billed:

Sales-Mart Stores, Inc. Toilet tissue	<u>\$1000.00</u>
--	------------------

Terms: Net 30 Days

SUMMARY OF TRANSACTIONS  
March 1987

PAGE 12

Mar. 31, 1987

Received the following bills for March, 1987:

Telephone	<u>\$425.00</u>
Electricity	<u>\$140.00</u>
Water	<u>\$ 65.00</u>

Mar. 31, 1987

Paid the following:

1. U.S. Banks  
(sixth month installment)
2. Telephone bill  
(Call Collect  
Telephone Co.) \$425.00
3. Electricity bill  
(Dimview Power &  
Light Co.) \$140.00
4. Water bill  
(Dew Drop Water Co.) \$ 65.00

Mar. 31, 1987

Paid the officers of the corporation one (1) month salary each.

Wardlow	\$1800.00
Turnbull	\$1500.00

FICA is 7%.

Income tax withholdings are \$225.00 for Wardlow and \$200.00 for Turnbull.

**SUMMARY OF TRANSACTIONS**  
March 1987

PAGE 13

Mar. 31, 1987

1. Ending Inventory is: \$11900.00
2. Depreciation rates are:
  - Towmotor (20%/yr.)
  - Trucks (25%/yr.)
  - Office Furniture  
and Fixtures (20%/yr.)
  - Leasehold  
Improvements (3 years)
3. Supplies on hand  
(3/31/87): \$ 50.00
4. Insurance is to be  
amortized over the  
life of the policy.
5. Hours of payroll accrual are:
  - J. Young 17 hours
  - M. Rogers 16 hours
  - J. Barnes 17 hours
6. Accrue the following:
  - a. \$975.00 selling expense
  - b. payroll tax expense
7. Organization expenses are  
to be amortized over 5 years.

Mar. 31, 1987

Close the books and prepare financial statements as follows:

1. Balance sheet
2. Income statement
3. List of accounts receivable
4. List of accounts payable



**INSTRUCTOR'S COURSE  
SYLLABUS**

ACT 2408: Automated Accounting

INSTRUCTOR'S COURSE SYLLABUS

Course Title: AUTOMATED ACCOUNTING

Course Number:

ACT 2480  
Prefix Nc. Lecture Hrs. Lab Hrs. Credit Hrs.

Course Description:

Computer accounting for sole proprietorships, partnerships and corporations.

Prerequisites:

ACT 2401 - Principles of Accounting I:

Prerequisite: ACT 1401, high school bookkeeping, or consent of the Assistant Dean.

An introductory accounting course with emphasis on the fundamentals of financial accounting. The course includes the basic structure of accounting, concepts and principles, the analysis of transactions, financial statement preparation and analysis, equity accounting for sole proprietorships, partnerships, and corporations.

CSC 1402 - Microcomputers and Their Applications:

Prerequisite: None

A study of microcomputer systems and their uses. Programming fundamentals of microcomputers, design, operation, and applications.

Text:

Accounting Principles, Fess-Warren, 14th edition. Any accounting principles text can be used as a reference.

Equipment Needs:

Minimum needs:

Hardware: IBM PC with 2 disk drives for each student.  
Software: To be selected by the instructor.

Instructional Process:

1. Lecture and discussion.
2. Practice assignments.

Evaluation of Students:

Laboratory/Homework will be due at the end of the first two months of the practice set, at the end of the third and fourth months of the practice set, and at the end of the fifth and sixth months of the practice set. Printouts of the results of the practice set will be turned in at the end of each of these intervals.

Grading:

Grades will be determined by the accuracy of the printouts submitted. Grade ranking will be:

A = 90-100  
B = 80- 89  
C = 70- 79  
D = 60- 69  
F = 59 or below

Course Sequence:

- 1            1.    In the first period the instructor will briefly explain the practice set (an overview).
- 2,3        2.    In the second and third periods the instructor will lecture, covering the following materials:
  - a. Accounting principles
  - b. Sole proprietorships:
    1. Setting up the business.
    2. Journal entries - daily transactions.
    3. Adjusting entries.
    4. Closing entries.
    5. Reversing entries.
    6. Financial statements.
- 4,5        3.    In the fourth and fifth periods, the students will set up the program and make all entries for October, 1986. This will encompass the complete accounting cycle and preparation of financial statements.
- 6           4.    The sixth period will be a lecture period reviewing the first month of activity in the practice set, as well as the drawing up of the financial statements.
- 7,8,9      5.    The seventh, eighth, and ninth periods will be the recording of the data in the practice set for the month of November, 1986. The students will complete the second monthly accounting cycle and prepare financial statements for grade.
- 10,11     6.    The tenth and eleventh periods will be:
  - a. Return the graded papers to the students. At least 30 minutes should be devoted to reviewing the results with the class.
  - b. Lecture:
    1. Partnership accounting
      - a. Formation.
      - b. Admission of partners.
      - c. Buyout and/or withdrawal of partners.
      - d. Division of profit and/or loss.
      - e. Liquidation of partnerships.
      - f. Partnership financial statements.

- 12,13            7. The twelfth and thirteenth periods are for student application of the practice set for the month of December, 1986. This will encompass all transactions, adjusting and closing entries, and preparation of financial statements.
- 14                8. The fourteenth period will be used for a review of the month of December, 1986.
- 15,16,17        9. The fifteenth, sixteenth and seventeenth periods are for the recording of January, 1987. The students are to complete December, 1986 and January, 1987, and submit printouts of financial statements for grade.
- 18,19            10. The eighteenth and nineteenth periods should be:  
a. Return the graded papers to the students and devote at least 30 minutes of a review of the results.  
b. Lecture.  
    1. Accounting for corporations.  
    2. Financial statements - corporations.
- 20,21            11. The twentieth and twenty-first periods are for the student to record the month of February, 1987.
- 22                12. The twenty-second period is for a general review of February, 1987.
- 23,24,25        13. The twenty-third, twenty-fourth and twenty-fifth periods are for student recording of March, 1987, (complete accounting cycle and preparation of financial statements) for grade.
- 26                14. The twenty-sixth period is a review of the graded paper submitted in 13 (above).



## A HOUSE OF PAPER

This is the accounting story of an individual that started a business as a sole proprietorship and rapidly expanded to a partnership and then the corporation form of organization. The actual intent and "hope-for" results of this computer application of accounting transactions are:

1. Give the student a thorough review of material covered in financial accounting as presented in the first course in Principles of Accounting.
2. Provide the student with the experience of computer application of accounting principles.

The course is designed in a manner that necessitates a knowledge of accounting in order for the computer to be effective. A mere "punching in" of numbers is not sufficient to complete the accounting story "A House of Paper".

The course will require some accounting research by the student as well as some lecture time by the instructor. A brief suggested outline of the program is:

1. Introduction

The instructor briefly describes the total story and the accounting requirements. The students review the program.

2. Lecture

- A. Accounting Principles.

- B. Sole Proprietorship.

1. Setting up the business.
2. Journal entries - day to day.
3. Adjusting entries.
4. Closing entries.
5. Financial statements.

3. Student Application

- A. Student Sets Up the Program.
- B. Runs the Entries for October, 1986, (complete accounting cycle).
- C. Runs the Entries for November, 1986, (complete accounting cycle).

4. Lecture
  - A. Partnership Accounting.
    1. Formation.
    2. Admission of partners.
    3. Buyout of partners.
    4. Division of profits and losses.
    5. Liquidation of partnerships.
  - B. General Review.
  - C. Financial Statements - Partnerships.
  
5. Student Application
  - A. Runs the Entries for December, 1986, (complete accounting cycle).
  - B. Runs the Entries for January, 1986, (complete accounting cycle).
  
6. Lecture
  - A. Accounting for Corporations.
  - B. General Review.
  - C. Financial Statements - Corporations.
  
7. Student Application
  - A. Runs the Entries for February, 1986, (complete accounting cycle).
  - B. Runs the Entries for March, 1986, (complete accounting cycle).

A software package designed for total accounting for a business can be used. Likewise, any accounting principles textbook can be utilized for researching the problems as needed. Journal entries and worksheets for each month begin on the next page.

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
1936			
Oct. 1	Cash E.L. Warlow, Capital	35000.00	35000.00
1	Rent Expense Rental Deposit Cash	1350.00 1450.00	2800.00
1	Electricity Deposit Water Deposit Cash	385.00 125.00	510.00
1	Telephone Deposit Cash	300.00	300.00
1	Prepaid Insurance Cash	1450.00	1450.00
1	Office Supplies Accounts Payable	375.00	375.00
6	Selling Expenses Vehicles Office Furniture and Fixtures Cash	865.00 20510.00 406.00	21781.00
6	Cash Notes Payable	20916.00	20916.00
8	Purchases Accounts Payable	14250.00	14250.00
8	Accounts Receivable - Ocelo Paper Sales	1990.00	1990.00
9	Accounts Receivable - Acme Stores Sales	1675.00	1675.00
10	Wages Expense Income Tax Withholding Payable FICA Payable Cash	312.00	75.00 21.84 215.16
13	Purchases Accounts Payable - Price Packaging	2185.00	2185.00

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
1986			
Oct. 14	Accounts Receivable - Cajun Catfish Sales	2700.00	2700.00
15	Accounts Receivable - Mini-Printers Sales	750.00	750.00
15	Accounts Receivable - Sales Mart Stores, Inc. Sales	600.00	600.00
16	Wages Expense	576.25	
	Income Tax Withholding Payable		95.00
	FICA Payable		40.34
	Cash		440.91
16	Accounts Payable	14250.00	
	Purchase Discounts		285.00
	Cash		13965.00
19	Purchases	2040.00	
	Accounts Payable - Anzio Plastics		2040.00
20	Accounts Receivable - Chicken Packers Sales	2500.00	2500.00
22	Accounts Receivable - Pisano Stores Sales	950.00	950.00
24	Wages Expense	542.50	
	Income Tax Withholding Payable		92.00
	FICA Payable		37.98
	Cash		412.52
27	Accounts Receivable - Lebeaux Crawfish Sales	2500.00	2500.00
28	Accounts Receivable - Soul Food South Sales	600.00	600.00
29	Telephone Expense	180.00	
	Electricity Expense	110.00	
	Water Expense	60.00	
	Accounts Payable		350.00

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
1986			
Oct. 31	Wages Expense	565.00	
	Income Tax Withholding Payable		95.00
	FICA Payable		39.55
	Cash		430.45
31	Accounts Payable	2765.00	
	Purchase Discounts		40.80
	Cash		2724.20
31	Notes Payable	1162.00	
	Interest Expense	261.45	
	Cash		1423.45

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
ADJUSTING ENTRIES October 1986			
	Inventory	7890.00	
	Income Summary		7890.00
	Depreciation Expense - Vehicles	412.92	
	Depreciation Expense - F & F	6.77	
	Accumulated Depreciation - Vehicles		412.92
	Accumulated Depreciation - F & F		6.77
	<u>Vehicle</u>	<u>Cost</u>	<u>Depreciation Rate</u>
			<u>Depreciation October 1986</u>
	Lawnmower	3450.00	20%/year
	Trucks	17060.00	25%/year
	Total		412.92
	Furniture and Fixtures	406.00	20%/year
			6.77
	Supplies Expense	150.00	
	Office Supplies		150.00
	Insurance Expense	220.83	
	Prepaid Expense		220.83
	<u>Prepaid Expenses</u>	<u>Prepaid</u>	<u>Term</u>
			<u>Expense - Oct.</u>
	General Liability	650.00	1 year
	Fire	400.00	1 year
	Property	400.00	1 quarter
			54.17
			33.33
			133.33
			220.83
	Wages Expense	104.00	
	Wages Payable		104.00
		<u>Hours</u>	<u>Rate</u>
	J. Young	8	7.50 hour
	M. Rogers	8	5.50 hour
			60.00
			44.00
			104.00

E. F. Wadlow, Paper Products

Worksheet

10/2/67

Account	Trial Balance		Adjusting Entries		Income Statement		Balance Sheet	
	Dr.	Cr.	Dr.	Cr.	Dr.	Cr.	Dr.	Cr.
Cash	97633.71						97633.71	
Accounts Receivable	172615.00						172615.00	
Inventory			① 7092.00					7092.00
Prepaid Insurance	1450.00			② 205.33				1244.67
Office Supplies	375.00			③ 150.00				225.00
Vehicles	20519.00							20519.00
Accumulated Depreciation - Vehicles				④ 712.92				712.92
Office Furniture and Fixtures	20600.00							20600.00
Accumulated Depreciation - Office F & F				⑤ 677				677
Land	14500.00							14500.00
Buildings	27500.00							27500.00
Water Deposits	12500.00							12500.00
Telephone Deposits	3000.00							3000.00
Accounts Payable		2115.00		⑥ 1000.00				1115.00
Income Tax Withholding Payable		2700.00						2700.00
FICA Payable		1377.10						1377.10
Notes Payable		19750.00						19750.00
E. F. Wadlow, Cap.		25000.00						25000.00
Retained Earnings		142450.00						142450.00
Purchases	18975.00				18975.00			
Purchase Discounts		325.00				325.00		
Rent Expense	13500.00				13500.00			
Salaries Expense	76500.00				76500.00			
Utilities Expense	1997.50			⑦ 1000.00	2097.50			
Telephone Expense	1100.00				1100.00			
Water Expense	1100.00				1100.00			
Interest Expense	600.00				600.00			
	201185.71	202251.71						
Income Summary				⑧ 71900.00		71900.00		
Depreciation Expense - Vehicles			⑨ 712.92			712.92		
Depreciation Expense - F & F			⑩ 677			677		
Supplies Expense			⑪ 150.00			150.00		
Insurance Expense			⑫ 205.33			205.33		
LOSS			17192.22	17192.22				
					211917.22	211917.22	562487.71	562487.71
						17192.22	17192.22	
					211917.22	211917.22	579679.93	579679.93



## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
1986			
Nov. 3	Rent Expense Cash	1350.00	1350.00
3	Selling Expense Cash	567.00	567.00
3	Wages Payable Wages Expense	104.00	104.00
3	Accounts Receivable - Cajun Catfish Sales	1500.00	1500.00
3	Purchases Accounts Payable - Mini-Tonka, Anzio	4600.00	4600.00
4	Accounts Receivable - Ocelo Papers Sales	2450.00	2450.00
5	Accounts Receivable - Acme Stores Sales	2150.00	2150.00
5	Accounts Receivable - Sales-Mart Stores Sales	1200.00	1200.00
5	Accounts Receivable - Mini-Printers Sales	1250.00	1250.00
6	Purchases Accounts Payable -Dead End, Mini Kraft	5000.00	5000.00
7	Accounts Receivable Sales	5250.00	5250.00
7	Wages Expense Income Tax Withholding Payable FICA Payable Cash	565.00	95.00 39.55 430.45
10	Cash Accounts Receivable	3665.00	3665.00
11	Accounts Receivable Sales	1350.00	1350.00



## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
Nov. 12	Purchases Accounts Payable - Anzio Plastics Gee Whiz Chemical	5950.00	5950.00
13	Cash Accounts Receivable - Cajun Catfish	2700.00	2700.00
13	Purchases Accounts Payable - Mini-Tonka, Anzio	2350.00	2350.00
13	Wages Expense Income Tax Withholding Payable FICA Payable Cash	565.00	95.00 39.55 430.45
13	Income Tax Withholding Payable FICA Payable Payable Tax Expense Cash	547.00 218.81 218.81	984.62
16	Cash Accounts Receivable	1350.00	1350.00
16	Cash Accounts Receivable - Ocelo Papers	2450.00	2450.00
17	Accounts Receivable - Chicken Packers Sales	3000.00	3000.00
17	Accounts Receivable - Pisano Stores Sales	2450.00	2450.00
18	Accounts Receivable - Lebeaux Crawfish Sales	2700.00	2700.00
19	Accounts Receivable - Soul Food South Sales	2100.00	2100.00
20	Accounts Receivable - Mini-Printers Sales	1625.00	1625.00

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
Nov. 20	Purchases	10125.00	
	Accounts Payable - Mini Tonka		10125.00
	Dead End Paper		
	Anzio Plastics		
20	Wages Expense	565.00	
	Income Tax Withholding Payable		95.00
	FICA Payable		39.95
	Cash		430.45
23	Cash	2500.00	
	Accounts Receivable - Chicken Packers		2500.00
23	Cash	950.00	
	Accounts Receivable - Pisano Stores		950.00
24	Accounts Receivable - Craig City Co-op Sales	3525.00	3525.00
25	Accounts Receivable - Deep Freeze Frozen Sales	3000.00	3000.00
26	Purchases	7500.00	
	Accounts Payable - Anzio Plastics		7500.00
27	Accounts Receivable - Chicken Packers Sales	3075.00	3075.00
27	Purchases	2400.00	
	Accounts Payable - Mini-Kraft Paper		2400.00
27	Wages Expense	565.00	
	Income Tax Withholding Payable		95.00
	FICA Payable		39.55
	Cash		430.45
30	Cash	3100.00	
	Accounts Receivable		3100.00
30	Telephone Expense	210.00	
	Electricity Expense	120.00	
	Water Expense	75.00	
	Accounts Payable		405.00
30	Accounts Payable	405.00	
	Notes Payable	1162.00	
	Interest Expense	246.93	
	Cash		1813.93

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
<b>ADJUSTING ENTRIES</b>			
November 1986			
	Income Summary	7890.00	
	Inventory		7890.00
	Inventory	13750.00	
	Income Summary		13750.00
	Depreciation Expense - Vehicles	412.92	
	Depreciation Expense - F & F	6.77	
	Accumulated Depreciation - Vehicles		412.92
	Accumulated Depreciation - F & F		6.77
	Supplies Expense	150.00	
	Office Supplies		150.00
	Insurance Expense	220.83	
	Prepaid Insurance		220.83
	Wages Expense	111.50	
	Wages Payable		111.50

E. F. Wardlow, Paper Products  
Worksheet

November 30, 1966

	Trial Balance		Adjusting Entries		Income Statement		Balance Sheet	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
Cash	1974096						1974096	
Accounts Receivable	3417500						3417500	
Inventory	789000		① 132500	① 789000			132500	
Prepaid Insurance	122917			② 22083			100834	
Office Supplies	22500			② 15000			7500	
Vehicle	2051000						2051000	
Accumulated Depreciation - Vehicle		41292		③ 41292				41292
Office Furniture and Fixtures	40600						40600	
Accumulated Depreciation - Office F + F		677		④ 677				677
Bank Deposit	125000						125000	
Electricity Deposit	31500						31500	
Water Deposit	12500						12500	
Telephone Deposit	30000						30000	
Accounts Payable		4011000						4011000
Wages Payable				⑤ 11150				11150
Income Tax Withholding Payable		19000						19000
FICA Payable		7810						7810
Taxes Payable		1887200						1887200
E. F. Wardlow, Capital		3500000						3500000
<b>Assets</b>		5049000					5049000	
Purchases	5690000				5690000			
Purchase Discounts		32570				32570		
Rent Expense	270000				270000			
Shipping Expense	143200				143200			
Wages Expense	225575		⑥ 11150		236725			
Telephone Expense	39000				39000			
Electricity Expense	23000				23000			
Water Expense	12500				12500			
Tobacco Expense	25178				25178			
Income Summary		799000	⑦ 799000	⑧ 1325000		1325000		
Deprec. Expense - Vehicle	41292		⑨ 41292		41292			
Deprec. Expense - F + F	677		⑩ 677		1354			
Supplies Expense	15000		⑪ 15000		30000			
Insurance Expense	22083		⑫ 22083		24166			
Payroll Tax Expense	31181				31181			
<b>LOSS</b>	15322655	15322655	2257402	2257402	6792288	6792288	9192280	9192280
							279668	279668
							942198	942198

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
1986			
Dec. 1	Income Tax Withholding Payable	190.00	
	FICA Payable	79.10	
	Payroll Tax Expense	79.10	
	Cash		348.20
1	Selling Expense	769.60	
	Cash		769.60
1	Sales	50890.00	
	Purchase Discounts	325.80	
	Income Summary		51215.80
1	Income Summary	68811.18	
	Purchases		56400.00
	Rent Expense		2700.00
	Selling Expense		2201.60
	Wages Expense		4367.25
	Telephone Expense		390.00
	Electricity Expense		230.00
	Water Expense		135.00
	Interest Expense		508.38
	Depreciation Expense - Vehicles		825.84
	Depreciation Expense - F & F		13.54
	Supplies Expense		300.00
	Insurance Expense		441.66
	Payroll Tax Expense		297.91
1	D.L. Wardlow, Capital	3845.38	
	Income Summary		3845.38
1	Cash	38845.38	
	M.J. Turnbull, Capital		21000.00
	Marcus Ball, Capital		14000.00
	D.L. Wardlow, Capital		3845.38
1	Rent Expense	1350.00	
	Cash		1350.00
1	Office Furniture and Fixtures	1420.00	
	Cash		1420.00
2	Accounts Receivable - Cajun Catfish	4150.00	
	Sales		4150.00

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
Dec. 4	Accounts Receivable - Ocelo Papers Sales	2250.00	2250.00
4	Accounts Receivable - Acme Stores Sales	1500.00	1500.00
5	Accounts Receivable - Late Nite Soul Food Sales	1250.00	1250.00
5	Purchases - Anzio Plastics Accounts Payable	4900.00	4900.00
5	Wages Payable Wages Expense Income Tax Withholding Payable FICA Payable Cash	111.50 453.50	95.00 39.55 430.45
8	Accounts Receivable Sales	5200.00	5200.00
8	Cash Accounts Receivable	6100.00	6100.00
8	Accounts Payable Cash	5000.00	5000.00
9	Cash Accounts Receivable	5250.00	5250.00
9	Accounts Payable Cash	4600.00	4600.00
10	Cash Accounts Receivable	1350.00	1350.00
10	Accounts Payable Purchase Discounts Cash	5950.00	119.00 5831.00
10	Accounts Receivable Sales	4050.00	4050.00
11	Purchases Accounts Payable - Anzio Plastics Dead End Paper Mini-Tonka Gee Whiz Chemicals	7350.00	7350.00

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
Dec. 11	Accounts Receivable Sales	3150.00	3150.00
12	Wages Expense Income Tax Withholding Payable FICA Payable Cash	565.00	95.00 39.55 430.45
15	Accounts Receivable Sales	2000.00	2000.00
16	Leasehold Improvements Cash Accounts Payable	10100.00	5050.00 5050.00
17	Cash Accounts Receivable	11875.00	11875.00
17	Accounts Receivable Sales	1200.00	1200.00
18	Accounts Receivable Sales	1100.00	1100.00
19	Wages Expense Income Tax Withholding Payable FICA Payable Cash	718.00	122.00 50.26 545.74
19	Accounts Payable Cash	10125.00	10125.00
22	Cash Accounts Receivable	3525.00	3525.00
23	Accounts Receivable Sales	650.00	650.00
23	Accounts Payable Cash	7500.00	7500.00
24	Wages Expense Income Tax Withholding Payable FICA Payable Cash	758.50	130.00 53.10 575.40

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
Dec. 29	Cash	6075.00	
	Accounts Receivable		6075.00
29	Accounts Payable	2400.00	
	Cash		2400.00
30	Accounts Receivable	1100.00	
	Sales		1100.00
31	Telephone Expense	285.00	
	Electricity Expense	150.00	
	Water Expense	65.00	
	Accounts Payable		500.00
31	Accounts Payable	500.00	
	Notes Payable	1162.00	
	Interest Expense	232.40	
	Cash		1894.40
31	Salaries Expense	4800.00	
	Income Tax Withholding Payable		625.00
	FICA Payable		336.00
	Cash		3839.00



## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
<b>ADJUSTING ENTRIES</b>			
December 1986			
	Income Summary	13750.00	
	Inventory		13750.00
	Inventory	7525.00	
	Income Summary		7525.00
	Depreciation Expense - Vehicles	412.92	
	Depreciation Expense - F & F	30.44	
	Depreciation Expense - Leasehold	280.55	
	Accumulated Depreciation - Vehicles		412.92
	Accumulated Depreciation - F & F		30.44
	Accumulated Depreciation - Leasehold		280.55
	Supplies Expense	65.00	
	Office Supplies		65.00
	Insurance Expense	220.83	
	Prepaid Insurance		220.83
	Wages Expense	456.00	
	Wages Payable		456.00

Wardlaw + Associates  
 -Worchester

1/31/86

Account	Trial Balance		Adjusting Entries		Income Statement		Balance Sheet	
	Dr	Cr	Dr	Cr	Dr	Cr	Dr	Cr
Cash	4065210						4065210	
Accounts Receivable	2760000						2760000	
Inventory	1375000		212500	1375000			752500	
Prepaid Insurance	100834		9	22083			78751	
Office Supplies	7500		5	6500			1000	
Depreciation	2451000						2451000	
Accumulated Depreciation - Vehicles		82587		5	41287			123976
Accumulated Depreciation - Land & Improvements	181600						181600	
Land & Improvements		13571		5	3077			2398
Accumulated Depreciation - Land Improvements				5	2825			2825
Prepaid Deposits	145000						145000	
Electricity Deposits	38500						38500	
Water Deposits	12500						12500	
Telephone Deposits	30000						30000	
Accounts Payable		2183500						2183500
Wages Payable				5	45600			45600
Income Tax Withholding Payable		106700						106700
FICA Payable		51846						51846
Fringe Payable		1743000						1743000
E. F. Wardlaw, Capital		3500000						3500000
M. J. Jones, Capital		2100000						2100000
M. P. Bull, Capital		1400000						1400000
Income Summary			1375000	756000	1375000	756000		
Sales		2760000				2760000		
Purchases	1225000				1225000			
Purchase Discounts		11900				11900		
Rent Expense	135000				135000			
Delivery Expense								
Travel Expense	27500		5	45600	27500			
Salaries Expense	410000				410000			
Telephone Expense	25500				25500			
Electricity Expense	15000				15000			
Water Expense	6500				6500			
Interest Expense	33000				33000			
Deprec. Exp - Vehicles			5	41287		41287		
Deprec. Exp - F&F			5	3077		3077		
Deprec. Exp - Land			5	2825		2825		
Supplies Expense			5	6500		6500		
Insurance Expense			5	22083		22083		
Prepaid Tax Expense								
LOSS	13940794	13940794			3687844	3687844	11870611	11870795
							159914	159914

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## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
1987			
Jan. 2	Rent Expense Cash	1350.00	1350.00
2	M. Ball, Capital Salary Expense Income Tax Withholding Payable FICA Payable Cash	14000.00 3000.00	400.00 210.00 16390.00
2	Wages Payable Wages Expense	456.00	456.00
2	Wages Expense Income Tax Withholding Payable FICA Payable Cash	754.00	120.00 52.78 581.22
2	Selling Expense Cash	1035.00	1035.00
5	Accounts Receivable Sales	4150.00	4150.00
6	Purchases Accounts Payable - Mini-Tonka Dead End Paper Mini-Kraft Paper Anzio Plastics	6475.00	6475.00
6	Cash Accounts Receivable	8650.00	8650.00
6	Accounts Payable Cash	4900.00	4900.00
7	Cash Accounts Receivable	5200.00	5200.00
7	Accounts Receivable Sales	2400.00	2400.00
8	Cash Accounts Receivable	4050.00	4050.00

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
Jan. 8	Accounts Payable Cash	7350.00	7350.00
8	Accounts Receivable Sales	2350.00	2350.00
9	Purchases Accounts Payable - Anzio Plastics	2800.00	2800.00
9	Cash Accounts Receivable	3150.00	3150.00
9	Wages Expense Income Tax Withholding Payable FICA Payable Cash	772.00	140.00 54.04 577.96
12	Cash Accounts Receivable	2000.00	2000.00
12	Accounts Receivable Sales	1000.00	1000.00
14	Accounts Payable Cash	5050.00	5050.00
14	Accounts Receivable Sales	2200.00	2200.00
15	Cash Accounts Receivable	2300.00	2300.00
16	Accounts Payable Cash Purchase Discount	6475.00	6345.50 129.50
16	Wages Expense Income Tax Withholding Payable FICA Payable Cash	772.00	140.00 54.04 577.96
19	Cash Accounts Receivable	4750.00	4750.00

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
Jan. 19	Accounts Payable	2800.00	
	Purchase Discount		56.00
	Cash		2744.00
20	Accounts Receivable	1300.00	
	Sales		1300.00
21	Purchases	3750.00	
	Accounts Payable - Goe Whiz Chemical		3750.00
	Anzio Plastics		
21	Office Supplies	685.00	
	Accounts Payable		685.00
22	Accounts Receivable	1850.00	
	Sales		1850.00
22	Purchases	850.00	
	Accounts Payable - Mini-Kraft Paper		850.00
23	Accounts Payable	1750.00	
	Cash		1750.00
23	Accounts Payable	600.00	
	Cash		600.00
23	Wages Expense	772.00	
	Income Tax Withholding Payable		140.00
	FICA Payable		54.04
	Cash		577.96
26	Accounts Payable	2185.00	
	Cash		2185.00
27	Cash	850.00	
	Accounts Receivable		850.00
28	Accounts Receivable	2550.00	
	Sales		2550.00
29	Purchases	5500.00	
	Accounts Payable - Dead End Paper		5500.00
	Mini-Kraft Paper		
	Anzio Plastics		

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
Jan. 30	Accounts Receivable	2750.00	
	Sales		2750.00
30	Wages Expense	772.00	
	Income Tax Withholding Payable		140.00
	FICA Payable		54.04
	Cash		577.96
30	Telephone Expense	315.00	
	Electricity Expense	135.00	
	Water Expense	70.00	
	Accounts Payable		520.00
30	Accounts Payable	520.00	
	Notes Payable	1162.00	
	Interest Expense	217.88	
	Cash		1899.88
30	Salary Expense	3300.00	
	Income Tax Withholding Payable		425.00
	FICA Payable		231.00
	Cash		2644.00
30	Income Tax Withholding Payable	2572.00	
	FICA Payable	1228.40	
	Payroll Tax Expense	1228.40	
	Cash		5028.80
30	Selling Expense	850.00	
	Cash		850.00

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
<b>ADJUSTING ENTRIES</b>			
January 1987			
	Income Summary	13750.00	
	Inventory		13750.00
	Inventory	7825.00	
	Income Summary		7825.00
	Depreciation Expense - Vehicles	412.92	
	Depreciation Expense - F & F	30.44	
	Depreciation Expense - Leasehold	280.55	
	Accumulated Depreciation - Vehicles		412.92
	Accumulated Depreciation - F & F		30.44
	Accumulated Depreciation - Leasehold		280.55
	Supplies Expense	200.00	
	Office Supplies		200.00
	Insurance Expense	220.83	
	Prepaid Insurance		220.83
	Wages Expense	140.00	
	Wages Payable		140.00

Balance & Incomes

Income

January 31, 1957

Account	Total Balance		Adjusting		Income	Balance	
	Dr.	Cr.	Dr.	Cr.		Dr.	Cr.
Cash	1270.76						1270.76
Accounts Receivable	12700.00						12700.00
Inventory	2250.10		① 2050.00	① 1250.00			780.10
Prepaid Insurance	2775.1			② 2083			666.8
Prepaid Supplies	2750			③ 2000			750
Prepaid	2050.00						2050.00
Acc Payable - Merchants		12247.6		④ 4272			16519.6
Acc Pay - Exp	12260.00						12260.00
Acc Pay of Int Exp		479.8		⑤ 2044			714.2
Prepaid Payments	10100.00						10100.00
Acc Payable - Merchants		22055		⑥ 22055			44110
Int Payable	1150.00						1150.00
Merch Payable	2750						2750.00
Water Payable	1250.00						1250.00
Telephone Payable	200.00						200.00
Accounts Payable		10745.00					10745.00
Wages Payable			⑦ 14000				14000
Income Tax Withholding Pay							14000
FICA Payable							14000
Total Payable		16265.00					16265.00
E. F. Warden Capital		35000.00					35000.00
M. J. Turnbull, Capital		21000.00					21000.00
Income Summary							11200.00
Cash		41500.00					41500.00
Prepaid	3160.00						3160.00
Merchandise		3045.00					3045.00
Rent Expense	2700.00						2700.00
Utility Expense	1680.00						1680.00
Wages Expense	6300.00		⑧ 14000				7700.00
Utility Expense	11000.00						11000.00
Telephone Expense	400.00						400.00
Merchandise Expense	2850.00						2850.00
Water Expense	1250.00						1250.00
Interest Expense	2502.8						2502.8
Expense Expense - Merchants	4127.00		⑨ 21292				25127.00
Expense Expense - E & F	2544.00		⑩ 2044				4588.00
Expense Expense - Merchants	22055.00		⑪ 22055				44110.00
Expense Expense	6500.00		⑫ 2000				8500.00
Insurance Expense	22083.00		⑬ 22083				44166.00
Expense Expense	12247.60						12247.60
Income Summary	122020.79	122020.79	⑭ 122020.00	⑮ 22050			122020.00
LOSS			22057.74	22057.74			44115.48
					12750.00	72050	69367.54
					72050.16	56279.50	69367.54
						16110.66	16110.66

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## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
1987			
Feb. 6	Wages Payable	140.00	
	Wages Expense	632.00	
	Income Tax Withholding Payable		130.00
	FICA Payable		54.04
	Cash		587.96
9	Organization Costs	635.00	
	Cash		635.00
9	Purchases	3200.00	
	Accounts Payable - Dead End Paper		3200.00
10	Accounts Payable	5500.00	
	Purchase Discounts		110.00
	Cash		5390.00
10	Cash	2200.00	
	Accounts Receivable		2200.00
11	Cash	1000.00	
	Accounts Receivable		1000.00
11	Accounts Receivable	1850.00	
	Sales		1850.00
11	Accounts Receivable	1000.00	
	Sales		1000.00
12	Accounts Receivable	800.00	
	Sales		800.00
13	Purchases	750.00	
	Accounts Payable - Mini-Kraft Paper		750.00
13	Purchases	2750.00	
	Accounts Payable - Anzio Plastics		2750.00
13	Wages Expense	772.00	
	Income Tax Withholding Payable		130.00
	FICA Payable		54.04
	Cash		587.96

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
Feb. 16	Accounts Receivable Sales	1400.00	1400.00
16	Accounts Receivable Sales	1950.00	1950.00
17	Purchases Accounts Payable - Anzio Plastics	3000.00	3000.00
17	Accounts Receivable Sales	1600.00	1600.00
18	Cash Accounts Receivable	3150.00	3150.00
18	Accounts Receivable Sales	1600.00	1600.00
19	Purchases Accounts Payable - Mini-Kraft Paper	650.00	650.00
19	Accounts Receivable Sales	1900.00	1900.00
20	Accounts Payable Cash	2300.00	2300.00
20	Accounts Payable Purchase Discounts Cash	3200.00	64.00 3136.00
20	Wages Expense Income Tax Withholding Payable FICA Payable Cash	772.00	130.00 54.04 587.96
23	Accounts Payable Purchase Discounts Cash	4350.00	70.00 4280.00
23	Accounts Receivable Sales	1800.00	1800.00
23	Accounts Receivable Sales	3100.00	3100.00

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
Feb. 25	Purchases Accounts Payable - Anzio Plastics Mini-Kraft	6700.00	6700.00
26	Cash Accounts Receivable	2450.00	2450.00
26	Accounts Receivable Sales	1300.00	1300.00
27	Cash Accounts Receivable	2850.00	2850.00
27	Accounts Receivable Sales	800.00	800.00
27	Purchases Accounts Payable - Dead End Paper	4000.00	4000.00
27	Wages Expense Income Tax Withholding Payable FICA Payable Cash	772.00	130.00 54.04 587.96
27	Telephone Expense Electricity Expense Water Expense Accounts Payable	410.00 155.00 75.00	640.00
27	Accounts Payable Notes Payable Interest Expense Cash	640.00 1162.00 203.35	2005.35
27	Salary Expense Income Tax Withholding Payable FICA Payable Cash	3300.00	425.00 231.00 2644.00

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
<b>ADJUSTING ENTRIES</b>			
February 1987			
	Income Summary	7825.00	
	Inventory		7825.00
	Inventory	11750.00	
	Income Summary		11750.00
	Depreciation Expense - Vehicles	314.31	
	Depreciation Expense - F & F	36.49	
	Depreciation Expense - Leasehold	264.97	
	Accumulated Depreciation - Vehicles		314.31
	Accumulated Depreciation - F & F		36.49
	Accumulated Depreciation - Leasehold		264.97
	Supplies Expense	295.00	
	Office Supplies		295.00
	Insurance Expense	220.83	
	Prepaid Insurance		220.83
	Payroll Tax Expense	447.16	
	FICA Payable		447.16
	Selling Expenses	1135.00	
	Accounts Payable		1135.00
	Amortization of Organization Costs	10.58	
	Organization Costs		10.58

N. T. Fitchburg Corporation  
 Statement  
 January 31, 1947

	Total Returned		Expanding Entries		Income Statement		Balance Sheet	
	Dr.	Cr.	Dr.	Cr.	Dr.	Cr.	Dr.	Cr.
Cash	26272.33						26272.33	
Accounts Receivable	27650.00						27650.00	
Inventory	7725.00		11750.00	7625.00			11750.00	
Prepaid Insurance	586.68			220.83			586.68	
Office Supplies	795.00			295.00			795.00	
Utilities	1887.22						1887.22	
Acc. Depr. - vehicles				317.31				317.31
Office Exp. & Int.	175.18						175.18	
Acc. Depr. - F & F				36.79				36.79
Leasehold Improvements	9538.90						9538.90	
Acc. Depr. - Leasehold				247.77				247.77
Utilities Deposits	2260.00						2260.00	
Expenses - Other	635.00			108.21			635.00	
Accounts Payable		15350.00		15350.00				15350.00
Wages Payable		975.00						975.00
Income Tax - Withholding Payable		197.16		197.16				197.16
FICA Payable		157.16						157.16
Notes Payable		15725.00						15725.00
Prepaid Stock		45750.00						45750.00
Expenses - Stock		26000.00						26000.00
Paid in Cap. - Stock for Income		20000.00						20000.00
Paid in Cap. - Stock for Prepaid		20000.00						20000.00
Retain		25725.00						25725.00
Reserves	24200.00					24200.00		
Reserves - Dividends		276.00						276.00
Cont. Expense	1350.00							1350.00
Advertising Expense			1135.00					1135.00
Travel Expense	294.00							294.00
Delivery Expense	3300.00							3300.00
Telephone Expense	4100.00							4100.00
Stationery Expense	165.00							165.00
Water Expense	75.00							75.00
Interest Expense	2032.50							2032.50
Income Tax - Current			317.31					317.31
Income Tax - F & F			36.79					36.79
Income Tax - Leasehold			267.77					267.77
Expenses - Other			295.00					295.00
Insurance Expense			220.83					220.83
Utilities - Other			197.16					197.16
Income Summary	128764.16	128764.16						
			7625.00	11750.00	7625.00	11750.00		
Total	232997.77	232997.77	232997.77	232997.77	232997.77	232997.77	232997.77	232997.77

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
1987			
Mar. 1	Rent Expense Cash	1350.00	1350.00
2	Accounts Payable Selling Expense	1135.00	1135.00
2	Prepaid Insurance Cash	800.00	800.00
2	Selling Expense Cash	1135.00	1135.00
2	Accounts Receivable Sales	1750.00	1750.00
3	Accounts Receivable Sales	3000.00	3000.00
3	Accounts Receivable Sales	1800.00	1800.00
4	Cash Accounts Receivable	6600.00	6600.00
5	Purchases Accounts Payable - Mini-Tonka Anzio Plastics	3600.00	3600.00
5	Accounts Receivable Sales	4150.00	4150.00
5	Cash Accounts Receivable	1950.00	1950.00
6	Wages Expense Income Tax Withholding Payable FICA Payable Cash	772.00	130.00 54.04 587.96
9	Accounts Receivable Sales	2000.00	2000.00
9	Accounts Receivable Sales	1850.00	1850.00

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
1987			
Mar. 10	Accounts Receivable Sales	2100.00	2100.00
10	Income Tax Withholding Payable FICA Payable Cash	945.00 894.32	1839.32
10	Purchases Accounts Payable - Mini-Tonka	650.00	650.00
11	Purchases Accounts Payable - Price Packaging	2150.00	2150.00
12	Accounts Receivable Sales	2750.00	2750.00
12	Purchases Accounts Payable - Dead End Paper	3250.00	3250.00
13	Cash Accounts Receivable	3650.00	3650.00
13	Wages Expense Income Tax Withholding Payable FICA Payable Cash	754.00	120.00 52.78 581.22
16	Accounts Payable Cash	7650.00	7650.00
16	Accounts Receivable Sales	1700.00	1700.00
17	Cash Accounts Receivable	4900.00	4900.00
18	Accounts Receivable Sales	2800.00	2800.00
18	Accounts Receivable Sales	2100.00	2100.00
19	Accounts Receivable Sales	2100.00	2100.00

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
1987			
Mar. 20	Cash	1800.00	
	Accounts Receivable		1800.00
20	Wages Expense	772.00	
	Income Tax Withholding Payable		135.00
	FICA Payable		54.04
	Cash		582.96
20	Purchases	4050.00	
	Accounts Payable - Anzio Plastics		4050.00
23	Cash	6350.00	
	Accounts Receivable		6350.00
24	Accounts Payable	5500.00	
	Cash		5500.00
24	Accounts Payable	2150.00	
	Purchase Discount		43.00
	Cash		2107.00
25	Accounts Payable	5100.00	
	Purchase Discount		78.00
	Cash		5022.00
25	Accounts Receivable	1900.00	
	Sales		1900.00
26	Accounts Receivable	3650.00	
	Sales		3650.00
26	Purchases	3000.00	
	Accounts Payable - Anzio Plastics		3000.00
27	Accounts Receivable	2350.00	
	Sales		2350.00
27	Wages Expense	772.00	
	Income Tax Withholding Payable		135.00
	FICA Payable		54.04
	Cash		582.96



## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
1987			
Mar. 30	Cash	8500.00	
	Accounts Receivable		8500.00
30	Accounts Receivable	2400.00	
	Sales		2400.00
31	Accounts Receivable	1000.00	
	Sales		1000.00
31	Telephone Expense	425.00	
	Electricity Expense	140.00	
	Water Expense	65.00	
	Accounts Payable		630.00
31	Accounts Payable	630.00	
	Notes Payable	1162.00	
	Interest Expense	188.83	
	Cash		1980.83
31	Salary Expense	3300.00	
	Income Tax Withholding Payable		425.00
	FICA Payable		231.00
	Cash		2644.00

## JOURNAL

DATE	DESCRIPTION	DEBIT	CREDIT
<b>ADJUSTING ENTRIES</b>			
March 1987			
	Income Summary	11750.00	
	Inventory		11750.00
	Inventory	11900.00	
	Income Summary		11900.00
	Supplies Expense	150.00	
	Office Supplies		150.00
	Insurance Expense	220.83	
	Prepaid Insurance		220.83
	Wages Expense	292.00	
	Wages Payable		292.00
	Selling Expense	975.00	
	Accounts Payable		975.00
	Payroll Tax Expense	445.90	
	FICA Payable		445.90
	Amortization - Organization Costs	10.58	
	Organization Costs		10.58
	Depreciation Expense - Vehicles	314.31	
	Depreciation Expense - F & F	36.49	
	Depreciation Expense - Leasehold	264.97	
	Accumulated Depreciation - Vehicles		314.31
	Accumulated Depreciation - F & F		36.49
	Accumulated Depreciation - Leasehold		264.97

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W T Packaging Corporation  
Worksheet

March 31, 1987

	Trial Balance		Adjusting Entries		Income Statement		Balance Sheet	
	Dr.	Cr.	Dr.	Cr.	Dr.	Cr.	Dr.	Cr.
Cash	27929.09							
Accounts Receivable	33300.00						27929.09	
Inventory	11750.00		① 11750.00	① 11750.00			33300.00	
Prepaid Insurance	1151.65			① 220.93			1180.00	
Office Supplies	500.00			① 150.00			925.00	
Vehicle	11857.52						5000	
Acc. Depr. - vehicle		3143.11		① 314.31			11857.52	
Office Exp. & Lic	1751.58							636.62
Acc. Depr. - F&F		364.97		① 36.49			1751.58	
Prepaid Improvements	2238.90							725.88
Acc. Depr. - Landlord		264.97		① 26.49			2238.90	
Telephone Deposits	2260.00							269.94
Organization Costs	624.92			① 12.49			2260.00	
Accounts Payable		10650.00		① 275.00			613.94	
Wages Payable				① 272.00				11625.00
Income Tax W/H Pay.		245.00						292.00
FICA Payable		24.70		① 24.70				321.00
Note Payable		15777.00						271.80
Common Stock		15000.00						15777.00
Preferred Stock		20000.00						25000.00
Ret. Capital - Div. for Comm.		3000.00						2000.00
Ret. Capital - Div. for Divid.		3000.00						3000.00
Income Summary	1125.00	11250.00	① 1125.00	① 1125.00	725.00	11800.00		3000.00
Gain		6510.00						
Purchases	40200.00					40200.00		
Purchase Discounts		25.70						25.70
Rent Expense	2700.00					2700.00		
Advertising Expense	1135.00		① 22.50			2200.00		
Wages Expense	6419.00		① 272.00			2200.00		
Library Expense	6000.00					6200.00		
Telephone Expense	2350.00					600.00		
Electricity Expense	295.00					435.00		
Water Expense	170.00					275.00		
Interest Expense	372.18					1400.00		
Depr. Expense - Vehicle	3143.11		① 314.31			372.18		
Depr. Expense - F&F	364.97		① 36.49			421.62		
Depr. Expense - Landlord	264.97		① 26.49			72.92		
Insurance Expense	295.00		① 150.00			229.94		
Telephone Expense	2350.00		① 22.50			245.00		
Payroll Tax Expense	447.16		① 24.70			441.66		
Amortization of Organization Costs	105.88		① 10.58			293.06		
						21.16		
<b>Total</b>	<b>175787.67</b>	<b>175787.67</b>	<b>26360.58</b>	<b>26360.58</b>	<b>7137.00</b>	<b>77257.00</b>	<b>107267.44</b>	<b>107267.44</b>
					<b>637.70</b>			<b>637.70</b>
					<b>7137.00</b>	<b>77257.00</b>	<b>107267.44</b>	<b>107267.44</b>

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