Anthony Asher's administrative assistant maintains a very simple computerized general ledger system. This system includes intuitive routines for recording receipts, payments, and sales on account. However, the system is not sufficiently robust to automate end-of-period adjustments. Below is the trial balance for the month ending January 31, 20X8. This trial balance has not been adjusted for the various items that are described below. Review the trial balance and narratives, and prepare the necessary adjusting entries.

ASHER CORPORATION
Trial Balance
January 31, 20X8

	Debits	Credits
Cash	$ 37,500	
Accounts receivable	12,410	
Prepaid insurance	2,400	
Supplies	7,113	
Equipment	35,000	
Accumulated depreciation		$ 10,000
Accounts payable		7,569
Unearned revenue		8,500
Loan payable		15,000
Capital stock		24,000
Retained earnings, Jan. 1		15,457
Revenues		43,995
Salary expense	12,098	
Rent expense	13,000	
Office expense	2,500	
Dividends	2,500	
	$124,521	$124,521

Asher Corporation's equipment had an original life of 140 months, and the straight-line depreciation method is used. As of January 1, the equipment was 40 months old. The equipment will be worthless at the end of its useful life.

As of the end of the month, Asher Corporation has provided services to customers for which the earnings process is complete. Formal billings are normally sent out on the first day of each month for the prior month's work. January's unbilled work is $25,000.

Utilities used during January, for which bills will soon be forthcoming from providers, are estimated at $1,500.

A review of supplies on hand at the end of the month revealed items costing $3,500.

The $2,400 balance in prepaid insurance was for a 6-month policy running from January 1 to June 30.

The unearned revenue was collected in December of 20X7. Sixty percent of that amount was actually earned in January with the remainder to be earned in February.

The loan accrues interest at 1% per month. No interest was paid in January.