

B-03.09

Professor Wayne Campbell recently lectured on adjusting entries. As he did so, he prepared T-accounts on a marker board to illustrate the key points he was making.

As he was erasing his illustrations from the board, Candice Greenhaw arrived late to class. She was only able to copy the following portions of the T-account illustrations from the board.

You are to help Candice recreate the lecture by completing the missing portions of each T-account. Then, prepare the adjusting entries for December 31, 20X1.

Example 1:

Unearned Revenues				REVENUES			
12/31/X1	18,000	25,000	12/1/X1		178,976		Beg. Bal.
		23,900	12/15/X1				12/31/X1
	18,000	23,900					
		30,900					

Example 2:

Prepaid Insurance				Insurance Expense			
Beg. Bal.	15,000			12/31/X1	7,500		
12/10/X1	5,000						
	20,000						
	13,000						

Example 3:

Salaries Expense	
Beg. Bal.	21,500
12/15/X1	2,500
12/31/X1	
	<u>27,000</u>

Salaries Payable	
	12/31/X1

Example 4:

Depreciation Expense	
Beg. Bal.	23,900
12/31/X1	
	<u>25,200</u>

Accumulated Depreciation	
89,000	Beg. Bal.
	12/31/X1

Example 5:

Supplies	
Beg. Bal.	0
12/9/X1	3,400
	<u>3,400</u>
	1,600
	<u>1,600</u>

Supplies Expense	
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