

Preparing a Balance Sheet Using QuickBooks Accountant

Chapters 1-5 are designed to help students get a top-down view of QuickBooks Accountant as a user-oriented accounting program. Students can be expected to work through these on their own. In Chapter 2, students learn, in an interactive way, how to create balance sheets for different dates, investigate detail supporting balance sheet items, and print balance sheets for distribution.

CHAPTER 2 QUESTIONS

- 1. QuickBooks Accountant has four preset Balance Sheet reports: Standard, Detail, Summary, Balance Sheet by Class, and Prev Year Comparison.
- 2. QuickBooks Accountant provides many time period alternatives for the balance sheet, including today, this week, last month, etc.
- 3. To create a balance sheet for a date other than the system date, enter a new date in the As of edit box in the Balance Sheet window or select an alternate time period in the Dates edit box.
- 4. To generate a balance sheet in QuickBooks Accountant, do the following:
 - a. Click Reports from the available menus.
 - b. Click Company & Financial from the sub menu shown.
 - c. Choose Balance Sheet Standard, Balance Sheet Detail, Balance Sheet Summary, Balance Sheet by Class, or Balance Sheet Prev Year Comparison from the sub menu provided.
- To resize the columns of a balance sheet, click and hold the mouse over the small diamondshaped symbols to the right or left of any column and drag to the right or left to increase or decrease the column's width.
- 6. Two different types of transactions are found in an Accounts Receivable Transactions by Account report: invoice and payment. The first represents the billing of a customer; the second represents the receipt of payment on account from that customer.
- 7. QuickZoom can provide more information from a balance sheet by providing detail which underlies a particular account balance. For instance, QuickZoom can be used to view transactions which support the Accounts Receivable account.
- 8. A manager might use the QuickZoom feature to view transactions which underlie the Cash account. In this case, the QuickZoom result identifies all transactions for the period that created the ending balance reported in the balance sheet.
- 9. A QuickBooks Accountant report can be modified in five ways:
 - a. Report dates can be changed.
 - b. From/To dates can be changed.
 - c. Report Basis can be either Accrual or Cash.
 - d. Columns can be changed from totals only to week, month, quarter, etc.

- e. Other columns can be added, such as previous period, previous year, etc.
- 10. You can add a column entitled % of column, which describes what percentage each asset, liability, and owners' equity account was of the total assets amount, using the Customize Report button on the balance sheet.

CHAPTER 2 MATCHING

- f When selected in the Modify Report window, this check box requires QuickBooks Accountant to add a column representing the percentage of each item compared to total assets.
- i When selected in the Modify Report window, this check box requires QuickBooks Accountant to round amounts to the nearest whole dollar.
- j The start of the reporting period.
- a A financial statement reporting in detail the assets, liabilities, and equities of a business as of a certain date.
- g A process in which modified reports are saved for later use.
- h When selected in the Modify Report window, this check box requires QuickBooks Accountant to report amounts in thousands.
- b The end of the reporting period.
- d A QuickBooks Accountant feature that allows you to view the transaction details underlying amounts in a report.
- e A report generated when using QuickZoom.
- c A financial statement reporting in summary form the assets, liabilities, and equities of a business as of a certain date.

CHAPTER 2 ASSIGNMENTS

1. Creating a Summary Balance Sheet

α.

Larry's Landscaping & Garden Supply Summary Balance Sheet As of October 31, 2014

	Oct 31, 14
ASSETS Current Assets	
Checking/Savings Accounts Receivable Other Current Assets	122 14 8
Total Current Assets	144
Fixed Assets	12
TOTAL ASSETS	156
LIABILITIES & EQUITY Liabilities Current Liabilities	
Accounts Payable Credit Cards	4
Other Current Liabilities	4
Total Current Liabilities	9
Long Term Liabilities	31
Total Liabilities	41
Equity	115
TOTAL LIABILITIES & EQUITY	156

b.

Larry's Landscaping & Garden Supply Balance Sheet

As of October 31, 2014

ASSETS Current Assets Checking/Savings	
Checking Cash Expenditures Savings	102 0 20
Total Checking/Savings	122
Accounts Receivable Accounts Receivable	14
Total Accounts Receivable	14
Other Current Assets Prepaid Insurance Employee advances Inventory Asset	1 0 7
Total Other Current Assets	8
Total Current Assets	144
Fixed Assets Truck	12
Total Fixed Assets	12
TOTAL ASSETS	156
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable	4
Total Accounts Payable	4
Credit Cards CalOil Card	1
Total Credit Cards	1
Other Current Liabilities Payroll Liabilities Payments on Account Sales Tax Payable	4 -2 2
Total Other Current Liabilities	4
Total Current Liabilities	9
Long Term Liabilities Bank of Anycity Loan Equipment Loan Bank Loan	20 4 7
Total Long Term Liabilities	31
Total Liabilities	41
Equity Opening Bal Equity Owner's Equity Retained Earnings Net Income	152 -3 -40 6
Total Equity	115
TOTAL LIABILITIES & EQUITY	156

2. Investigating the Balance Sheet Using QuickZoom

α.

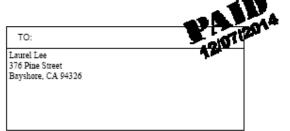
8:17 AM 12/15/14 Accrual Basis

Balance	4,306,94 4,506,94 7,193,82 9,68,82 11,995,65 13,245,65 13,280,65 13,60,65	11,745,95 13,040,95 12,190,95 11,690,95 9,364,12 6,889,12	6,929.12 6,999.12 6,799.12 8,458.21 8,633.21 10,318.21	13,483.21 12,933.21 12,738.23 12,753.23 12,608.23 13,158.23 13,158.23	13,308.21 13,908.21 14,162.14 14,739.85 13,714.65 14,270.65 14,70.65 15,230.65 15,230.65	15,390.65 15,410.81 15,419.58 15,424.58 15,124.58 13,893.18
Credit	1 859 70	1,000.00 500.00 2,326.83 2,475.00	200:00	35.00 550.00 805.00 180.00 145.00	725.00	300.00 1,231.40 12,332.93
Debit	200.00 2,186.88 2,475.00 2,326.00 1,250.00 35.00	145.00 1,295.00 150.00	40.00 70.00 1,659.09 1,685.00	805.00	130,000 277,51 240,00 240,00 300,00 180,00	160.00 20.16 8.77 5.00 21,919.17
Split	SPLIT.	-SPLIT- -SPLIT- -SPLIT- -Undeposited Undeposited Checking	-SPLIT- -SPLIT- -SPLIT- -SPLIT- -SPLIT-	Undeposited Checking SPLIT. Checking Checking Checking	SPLT:- SPLT:- SPLT:- Checking SPLT:- SPLT:- SPLT:- SPLT:-	-SPLT: -S
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9						
Memo						INVOICE
Name	Golliday Sporting Middlefield Elemen Hughes, David Jasmine Park Sage, Robert Crenshaw, Bob Hermann, Jennifer Molotsi, Hugh:148	Molosti, Hugh 469 Jim's Family Store Golliday Sporting Hughes, David Middlefield Elemen Sage, Robert	Adam's Candy Shop Julie's Doil House Golliday Sporting Crenshaw Bob Leon, Richard	Lest, Later he Crenshaw, Bob Sonnenschein, Russ Sonnenschein, Russ Molotsi, Hugh: 148 Molotsi, Hugh: 148	oonladay Spotting Golliday Spotting Lochrie, Steven McCale, Ron:Resti Leon, Rothard Lo. David:4631 W Corcoran, Carol Blackwell, Edward Cheknis, Benjamin Balak, Mike:330 M	
	Golliday Sporting Middlefield Elemen Hughes, David Jasmine Park Sage, Robert Crenshaw, Bob Hermann, Jennifer Molotsi, Hugh:148	Molotisi, Hugh.469 Jim's Family Store Golliday Sporting Hughes, David Middlefield Elemen Sage, Robert Jasmine Park	Adam's Candy Shop Julie's Doll House Golliday Sporting Crenshaw, Bob Leon, Richard Williams, Abraham	Hermann, Jennifer Crenshaw, Bob Sonnenschein, Russ Sonnenschein, Russ Molotsi, Hughri 48 Molotsi, Hughri 48 Leon, Robardan	Golinday Spotting Golinday Spotting Lochrie, Steven McCale, Ron Resi Leon, Richard Lo, David-4631 W Corcoran, Carol Blackwell, Edward Cheknis, Benjamin Balak, Mike 330 M	
Name	62 Golliday Sporting 63 Middlefield Elemen 64 Hughes, David 65 Jasmine Park 66 Sage, Robert 67 Crenshaw, Bob 68 Hermann, Jennifer 69 Molotsi, Hugh:148		138 Adam's Candy Shop 139 Julie's Doll House 3521 Golliday Sporting 73 Crenshaw, Bob 74 Williams Abraham	6 83 87	7.9 Golliday Spotting 81 Lochrie, Steven 82 McCale, Ron-Resi 3205 Leon, Richard 83 Lo, David-4631 W 64 Blackwell, Edward 86 Cheknis, Benjamin 87 Balak, Mike-330 M	Molotsi, Hugh:685 Balak, Mike:Resid Chapman, Natalie Morearty, Brian Cheknis, Benjamin Molotsi, Hugh:685
ım Adj Name		70 71 72 762 9652 9222 7531	138 139 3521 73 74 75	3466 5789 77 6733 20187 20187	885 885 885 885 886 886 886	88 Molotsi, Hugh:685 FC 2 Balak, Mike:Resid FC 3 Chapman, Natalie FC 4 Morearty, Brian Cheknis, Benjamin 6291 Molotsi, Hugh:685

b.

Larry's Landscaping & Garden Supply

1045 Main Street Bayshore, CA 94326 (415) 555-4567



INVOICE

DATE:	INVOICE NO.:
10/20/2014	76

	TERMS	DUE DATE
	Net 30	11/19/2015
DESCRIPTION	AMO	UNT
Custom Landscape Design Sales Tax - San Domingo County Tax Thank you for your business.		3,200.00
Total	al	\$3,200.00

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3. Customizing a Balance Sheet

Larry's Landscaping & Garden Supply Comparative Balance Sheet As of November 30, 2014

(\$ in 1,000's)

	Oct 31, 14	% of Column	Nov 30, 14	% of Column
ASSETS Current Assets				
Checking/Savings	122	79%	119	71%
Accounts Receivable	14	9%	26	16%
Other Current Assets	8	5%	10	6%
Total Current Assets	144	92%	155	93%
Fixed Assets	12	8%	12	7%
TOTAL ASSETS	156	100%	167	100%
LIABILITIES & EQUITY Liabilities Current Liabilities				
Accounts Payable	4	3%	10	6%
Credit Cards	1	1%	1	1%
Other Current Liabilities	4	3%	5	3%
Total Current Liabilities	9	6%	16	9%
Long Term Liabilities	31	20%	30	18%
Total Liabilities	41	26%	46	27%
Equity	115	74%	121	73%
TOTAL LIABILITIES & EQUITY	156	100%	167	100%

CHAPTER 2 CASE PROBLEM 1: SIERRA MARINA

1.

Sierra Marina Balance Sheet As of July 31, 2014

	Jul 31, 14
ASSETS Current Assets	
Checking/Savings Checking	52,016.48
Total Checking/Savings	52,016.48
Accounts Receivable Accounts Receivable	18,903.00
Total Accounts Receivable	18,903.00
Other Current Assets Employee Advances Prepaid Advertising Prepaid Insurance	10,000.00 6,000.00 23,000.00
Total Other Current Assets	39,000.00
Total Current Assets	109,919.48
Fixed Assets Land Buildings and Improvements Furniture and Equipment Leasehold Improvements Accumulated Depreciation	100,000.00 175,000.00 35,000.00 45,000.00 -215,000.00
Total Fixed Assets	140,000.00
Other Assets Security Deposits Asset	22,000.00
Total Other Assets	22,000.00
TOTAL ASSETS	271,919.48
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable	31,500.00
Total Accounts Payable	31,500.00
Other Current Liabilities Payroll Liabilities	5,728.45
Total Other Current Liabilities	5,728.45
Total Current Liabilities	37,228.45
Total Liabilities	37,228.45
Equity Owners Equity Net Income	222,000.00 12,691.03
Total Equity	234,691.03
TOTAL LIABILITIES & EQUITY	271,919.48

2.

Sierra Marina Summary Balance Sheet As of July 31, 2014

	Jul 31, 14
ASSETS Current Assets	
Checking/Savings	52,016.48
Accounts Receivable	18,903.00
Other Current Assets	39,000.00
Total Current Assets	109,919.48
Fixed Assets	140,000.00
Other Assets	22,000.00
TOTAL ASSETS	271,919.48
LIABILITIES & EQUITY Liabilities Current Liabilities	
Accounts Payable	31,500.00
Other Current Liabilities	5,728.45
Total Current Liabilities	37,228.45
Total Liabilities	37,228.45
Equity	234,691.03
TOTAL LIABILITIES & EQUITY	271,919.48

3. Sierra Marina Comparative Summary Balance Sheet As of July 31, 2014

	Jun 30, 14	% of Column	Jul 31, 14	% of Column
ASSETS Current Assets				
Checking/Savings	25,000	11%	52,016	19%
Accounts Receivable	0	0%	18,903	7%
Other Current Assets	18,000	8%	39,000	14%
Total Current Assets	43,000	19%	109,919	40%
Fixed Assets	157,000	71%	140,000	51%
Other Assets	22,000	10%	22,000	8%
TOTAL ASSETS	222,000	100%	271,919	100%
LIABILITIES & EQUITY Liabilities Current Liabilities				
Accounts Payable	0	0%	31,500	12%
Other Current Liabilities	0	0%	5,728	2%
Total Current Liabilities	0	0%	37,228	14%
Total Liabilities	0	0%	37,228	14%
Equity	222,000	100%	234,691	86%
TOTAL LIABILITIES & EQUITY	222,000	100%	271,919	100%

4.

Sierra Marina Transactions by Account As of July 31, 2014

				Aso	As of July 31, 2	014				
Туре	Date	Num	Adj	Name	Memo	CI	Split	Debit	Credit	Balance
Accounts Receivable										0.00
Invoice	_	—		Apple Computer			-SPLIT-	33,250.00		33,250.00
Invoice	07/17/14	2		Microsoft			-SPLIT-	8,603.00		41,853.00
Invoice	_	3		Yahoo			-SPLIT-	10,300.00		52,153.00
Payment	_			Apple Computer			Undeposited		33,250.00	18,903.00
Total Accounts Receivable	ble							52,153.00	33,250.00	18,903.00
TOTAL								52,153.00	33,250,00	18.903.00

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CHAPTER 2 CASE PROBLEM 2: JENNINGS & ASSOCIATES

1.

Jennings & Associates Balance Sheet As of December 31, 2014

	Dec 31, 14
ASSETS Current Assets Checking/Savings	
First Valley Savings & Loan Union Bank Checking	1,000.00 2,590.00
Total Checking/Savings	3,590.00
Accounts Receivable Accounts Receivable	3,250.00
Total Accounts Receivable	3,250.00
Total Current Assets	6,840.00
Fixed Assets Computer Equipment Original Cost Depreciation	4,000.00 -1,000.00
Total Computer Equipment	3,000.00
Furniture Original Cost Depreciation	2,500.00 -500.00
Total Furniture	2,000.00
Total Fixed Assets	5,000.00
TOTAL ASSETS	11,840.00
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable	
Accounts Payable	1,000.00
Total Accounts Payable	1,000.00
Total Current Liabilities	1,000.00
Long Term Liabilities Bank of San Martin	5,000.00
Total Long Term Liabilities	5,000.00
Total Liabilities	6,000.00
Equity Opening Bal Equity Net Income	3,590.00 2,250.00
Total Equity	5,840.00
TOTAL LIABILITIES & EQUITY	11,840.00

2.

Jennings & Associates Balance Sheet

As of January 31, 2015

	Jan 31, 15
ASSETS Current Assets Checking/Savings	
First Valley Savings & Loan Union Bank Checking	1,500.00 158.94
Total Checking/Savings	1,658.94
Accounts Receivable Accounts Receivable	11,902.50
Total Accounts Receivable	11,902.50
Other Current Assets Interest Receivable Inventory Asset Prepaid Insurance	41.17 972.84 2,200.00
Total Other Current Assets	3,214.01
Total Current Assets	16,775.45
Fixed Assets Computer Equipment Original Cost Depreciation	4,000.00 -1,083.33
Total Computer Equipment	2,916.67
Furniture Original Cost Depreciation	2,500.00 -541.67
Total Furniture	1,958.33
Total Fixed Assets	4,875.00
TOTAL ASSETS	21,650.45
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable	
Accounts Payable	6,184.00
Total Accounts Payable	6,184.00
Other Current Liabilities Payroll Liabilities	3,712.38
Total Other Current Liabilities	3,712.38
Total Current Liabilities	9,896.38
Long Term Liabilities Bank of San Martin	5,000.00
Total Long Term Liabilities	5,000.00
Total Liabilities	14,896.38
Equity Opening Bal Equity Retained Earnings Net Income	3,590.00 2,250.00 914.07
Total Equity	6,754.07
TOTAL LIABILITIES & EQUITY	21,650.45

3.

Page 1

Jennings & Associates Transaction List by Date January 2015

Credit	700.00 75.00 125.00 700.00 750.00 57.00	2,500.00 45.00 445.00 89.00 100.00	876.40 918.40 1,359.73 95.00 47.00 62.00 35.00	35.00 65.00 55.00	26.00 825.00 275.00	2,400.00
Debit	100.00	390.00	800.00	1,612.50 275.00 75.00 700.00 200.00 325.00	25.00 4,375.00 4,375.00 600.00 250.00	650.00 1,562.50 1,950.00 4,275.00 41.67
Split	Accounts R Accounts P Accounts P Accounts P Rent Rent Radio Spots Water Liability Ins	SPLIT. TV Commer Gas and El SPLIT. Inventory A Telephone -SPLIT. Accounts R	Accounts RSPLITSPLITSPLIT. Computer R Postage an Practice De	-SPLIT- Accounts P Accounts R Accounts R Accounts R Accounts R SPLITSPLIT-	-SPLIT. Office SupplSPLIT. Accounts R Inventory A Legal Fees Accounts R	SPLITSPLITSPLITSPLITSPLITSPLITSPLIT.
Account Clr	Union Bank Ch Accounts Paya Accounts Paya Accounts Paya Accounts Paya	Accounts Rece Accounts Paya Accounts Paya Accounts Rece Accounts Paya Accounts Paya Accounts Paya Union Bank Ch	Union Bank Ch Union Bank Ch Union Bank Ch Union Bank Ch Accounts Paya Accounts Paya Union Bank Ch	Accounts Rece Union Bank Ch Accounts Paya Accounts Rece	Accounts Rece Accounts Paya Accounts Rece Union Bank Ch Union Bank Ch Accounts Paya Accounts Paya Accounts Paya	Accounts Rece Accounts Rece Accounts Rece Accounts Rece Depreciation E Union Bank Ch
Memo	Opening bala Opening bala Opening bala			Opening bala		
Name	AAA Appliance Fancy Yogurt Co. Frank Mendez Prop General Telephone On-time Copy Shop Frank Mandez Prop KCRQ Radio San Martin Water Di	Bob and Mary Schultz KCOY TV Pacific Electric Co. Evelyn Walker Real Rex's Film Supply General Telephone General Telephone On-time Copy Shop Sally's Fabrics	Bob and Mary Schultz Cheryl P Boudreau Diane A Murphy Kelly A Jennings Phoenix Computers Pederal Express US Post Office Chef Ricks	Yaskar Farms Pacific Electric Co. So. Cala Gas AAA Appliance Ray's Chevron Evelyn Walker Real So. Cal Gas Evelyn Walker Real Big 10	AAA Appliance Banks Office Supply Sally's Fabrics Sally's Fabrics Paulson Rex's Film Supply Owen & Owen	Ray's Chevron Fancy Yogurt Co. Paulson Evelyn Walker Real Walker Insurance Co.
Adj						
Num	337 1002 1251 1252 1253	1 2 150	215 1258 1259 1260 1256 1256	3 1254 1255 659 2251 850 4	6 7 852 455	8 9 10 11 1264
Date	01/03/15 01/06/15 01/06/15 01/06/15 01/08/15 01/08/15	01/10/15 01/10/15 01/17/15 01/12/15 01/13/15 01/13/15	01/15/15 01/15/15 01/15/15 01/18/15 01/18/15 01/18/15	01/18/15 01/20/15 01/20/15 01/21/15 01/22/15 01/22/15	01/25/15 01/28/15 01/28/15 01/29/15 01/29/15 01/30/15	01/31/15 01/31/15 01/31/15 01/31/15 01/31/15
Туре	Jan 15 Payment Payment Payment Bail Pmt-Check Bill Pmt-Check Bill Bill Bill Bill	Invoice Bill Bill Bill Bill Bill	Payment Paycheck Paycheck Paycheck Bill Bill Check Check	Invoice Bill Pmt-Check Bill Pmt-Check Payment Payment Payment Bill Bill Invoice Invoice	Invoice Bill Invoice Payment Payment Bill Bill Bill	Invoice Invoice Invoice Invoice General Journal Check

Jennings & Associates Transaction List by Date January 2015

Credit	500.00			876.40	918.40	1,359.73
Debit	200.00	41.17	862.50			
Split	Prepaid Ins First Valley	Interest Inc	-SPLIT-	-SPLIT-	-SPLIT-	-SPLIT-
CI						
Account	Liability Insura Union Bank Ch	Interest Receiv	Accounts Rece	Union Bank Ch	Union Bank Ch	Union Bank Ch
Memo						
Name	First Valley Savings		Sally's Fabrics	Cheryl P Boudreau	Diane A Murphy	Kelly A Jennings
Adj						
Num	1265					
Date	01/31/15 01/31/15	01/31/15	01/31/15	01/31/15	01/31/15	01/31/15
Туре	General Journal Check	General Journal	Invoice	Paycheck	Paycheck	Paycheck

Jan 15

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4.

Jennings & Associates Summary Balance Sheet As of January 31, 2015

	Jan 31, 15
ASSETS Current Assets Checking/Savings Accounts Receivable Other Current Assets	2 12 3
Total Current Assets	17
Fixed Assets	5
TOTAL ASSETS	22
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Other Current Liabilities	6 4
Total Current Liabilities	10
Long Term Liabilities	5
Total Liabilities	15
Equity	7
TOTAL LIABILITIES & EQUITY	22

5.

Jennings & Associates Transactions by Account As of January 31, 2015

01/06/15 1251 Frank Mendez Prop. Opening bala Union Bank C 700.00 01/06/15 1252 General Telephone Opening bala Union Bank C 75.00 01/06/15 1253 On-time Copy Shop Opening bala Union Bank C 75.00 01/08/15 1253 Frank Mendez Prop Rent 75.00 01/08/15 San Martin Water Di Read Sand Martin Water Di Itability Insura 175.00 01/09/15 Walker Insurance Co. Itability Insura Itability Insura Itability Insura Itability Insura 01/11/16 Rex's Film Supply Inventory Asset Inventory Asset Inventory Asset 01/13/15 Rex's Film Supply Computer Rep So. Cal Gas Phoenix Computers 01/13/16 Pederal Express Opening bala Union Bank C 65.00 01/12/15 Res's Film Supply Computer Rep 65.00 01/20/15 So. Cal Gas Opening bala Union Bank C 65.00 01/20/15 Rex's Film Supply	Type [Date Num	Adj	Name	Memo	ਹ	Split	Debit	Credit	Balance
1252 General Telephone Opening bala Union Bank C 75.00 1253 On-time Copy Shop Opening bala Union Bank C 125.00 Frank Mendez Prop Reati Radio Spots 125.00 San Martin Water Di Water Liability Insura 125.00 Walker Insurance Co. Liability Insura 14 Commerci 2 Rex S Fillin Supply TV Commerci 2 Rex S Fillin Supply Telephone -SPLIT- On-time Copy Shop Computer Rep Postage and D Phoenix Computers Postage and D 35.00 Pacific Electric Co. Opening bala Union Bank C 65.00 1254 Pacific Electric Co. Opening bala Union Bank C 65.00 1255 So. Cal Gas Opening bala Union Bank C 65.00 Rex s Film Supply Inventory Asset 65.00 65.00 Amon no. Legal Fees 1,000.00 6.	õ			Frank Mendez Prop	Opening bala		Union Bank C	700.00		300.00
1253 On-time Copy Shop Opening bala Union Bank C 125.00 Frank Mendez Prop Rent KCRQ Radio San Martin Water Di Water Walker Insurance Co Liability Insura KCOY TV COY TV RCOY TV Rex's Film Supply General Telephone On-time Copy Shop On-time Copy Shop On-time Copy Shop Federal Express 1254 Pacific Electric Co. Opening bala Union Bank C 65.00 1255 So. Cal Gas Owen & Owen Computer Rep Federal Express Federal Express So. Cal Gas Opening bala Union Bank C 65.00 Gas and Electric Gas and Electric Office Supplies Inventory Asset Capa Fees 1,000.00 6	õ			General Telephone	Opening bala		Union Bank C	75.00		225.00
Frank Mendez Prop KCRQ Radio San Martin Water Di Walker Insurance Co. Water Insurance Co. Insurance	0			On-time Copy Shop	Opening bala		Union Bank C	125.00		100.00
KCRQ Radio Radio Spots San Marin Water Di Water Walker Insurance Co. Liability Insura KCOY TV TV Commerci Pacific Electric Co. TV Commerci Rax's Film Supply Inventory Asset General Telephone SPLIT On-time Copy Shop Computer Rep Phoenix Computers Postage and D Federal Express Postage and D Pacific Electric Co. Opening bala Union Bank C 1255 So. Cal Gas Opening bala Union Bank C So. Cal Gas Opening bala Union Bank C 65.00 So. Cal Gas Opening bala Union Bank C 65.00 Rex's Film Supply Inventory Asset Innontory Asset Owen & Owen & Owen & Owen Innontory Asset Innontory Asset	100	8/15		Frank Mendez Prop			Rent		700.00	800.00
San Martin Water Di Water Walker Insurance Co. KCOY TV TV Commerci Rex's Film Supply General Telephone On-time Copy Shop Phoenix Computers Federal Express 1254 Pacific Electric Co. Procein Supply Federal Express 1255 So. Cal Gas So. Cal Gas Opening bala Union Bank C So. Cal Gas So. Cal Gas Opening bala Union Bank C Gas and Ectric Computer Rep Postage and D Federal Express Rostage and D Gas and Ectric Computer Rep Federal Express Postage and D Gas and Ectric Computer Rep Federal Express Rostage and D Gas and Ectric Computer Rep Federal Express Rostage and D	1,00	8/15		KCRQ Radio			Radio Spots		750.00	1,550.00
Walker Insurance Co. Liability Insura 2. RCOY TV. TV Commerci 2. Pacific Electric Co. Gas and Electric 2. Rex's Film Supply Inventory Asset 2. General Telephone Telephone 2. On-time Copy Shop Computer Rep 2. Phoenix Computers Computer Rep Processed Federal Express Postage and D 35.00 1254 Pacific Electric Co. Opening bala Union Bank C 65.00 So. Cal Gas Opening bala Union Bank C 65.00 So. Cal Gas Opening bala Gas and Electric So. Cal Gas Opening bala Office Supplies Rex's Film Supply Inventory Asset 65.00 Owen & Owen A non on 6 non	11/0	9/15		San Martin Water Di			Water		57.00	1,607.00
Pacific Electric Co. Inventory Asset General Telephone	01/0	9/15		Walker Insurance Co.			Liability Insura		175.00	1,782.00
Pacific Electric Co. Gas and Electric Rax's Film Supply Inventory Asset General Telephone Telephone Computer Rep Phoenix Computers Phoenix Computer Rep Postage and D Pacific Electric Co. Opening bala Union Bank C 1254 Pacific Electric Co. Opening bala Union Bank C 65.00 Gas and Electric Banks Office Supply Inventory Asset Owen & Owen	01/10	0/15		KCOY TV			TV Commerci		2,500.00	4,282.00
Rex's Film Supply General Telephone On-time Copy Shop On-time Copy Shop Phoenix Computer Rep Federal Express 1254 Pacific Electric Co. Opening bala Union Bank C So. Cal Gas So. Cal Gas Odening bala Union Bank C Gas and Electric So. Cal Gas Office Supply Rex's Film Supply Owen & Owen 1,000.00 6	01/1	1/15		Pacific Electric Co.			Gas and Electric		45.00	4,327.00
Ceneral Telephone Ceneral Pelephone	01/12	2/15		Rex's Film Supply			Inventory Asset		445.00	4,772.00
On-time Copy Shop Phoenix Computers Postage and D Paderal Express Federal Express Forting Bala Postage and D Pacific Electric C Opening bala Union Bank C So. Cal Gas So. Cal Gas So. Cal Gas Aso Cal Gas Aso Cal Gas Opening bala Union Bank C Gas and Electric Gas and Electric Gas Populy Inventory Asset Owen & Owen & Owen Computer Rep 35.00 65.00 65.00 66.00	01/1	3/15		General Telephone			Telephone		89.00	4,861.00
Phoenix Computers Federal Express 1254 Pacific Electric Co. Opening bala Union Bank C 35.00 1255 So. Cal Gas Opening bala Union Bank C 65.00 So. Cal Gas Opening bala Union Bank C 65.00 Rex's Film Supply Inventory Asset Owen & Owen & Owen & Owen Computer Computer C 65.00 1,000.00 1,000.00 1,000.00 6,000	01/1	3/15		On-time Copy Shop			-SPLIT-		100.00	4,961.00
Federal Express Postage and D 35.00 1254 Partic Electric Co. Opening bala Union Bank C 35.00 So. Cal Gas Opening bala Union Bank C 65.00 So. Cal Gas Opening bala Union Bank C 65.00 So. Cal Gas Office Supply Inventory Asset Owen & Owe	01/18	8/15		Phoenix Computers			Computer Rep		95.00	5,056.00
1254 Pacific Electric Co. Opening bala Union Bank C 35.00 1255 So. Cal Gas Opening bala Union Bank C 65.00 So. Cal Gas Opening bala Gas and Electric Gas Opening bala Gas Opening	01/18	8/15		Federal Express			Postage and D		47.00	5,103.00
1255 So. Cal Gas Opening bala Union Bank C 65.00 So. Cal Gas Opening bala Union Bank C 65.00 So. Cal Gas Opening bala Union Bank C 65.00 Gas and Electric Gas	01/20			Pacific Electric Co.	Opening bala		Union Bank C	35.00		5,068.00
So. Cal Gas So. Cal Gas So. Cal Gas So. Cal Gas Sanks Office Supply Inventory Asset Owen & Owen	01/20			So. Cal Gas	Opening bala		Union Bank C	65.00		5,003.00
Banks Office Supply Office Supplies	01/2	2/15		So. Cal Gas			Gas and Electric		22.00	5,058.00
Rex's Film Supply Inventory Asset Owen & Owen 1,000.00 6 6	01/2	7/15		Banks Office Supply			Office Supplies		26.00	5,084.00
Owen & Owen Legal Fees 1,000.00 1,000.00 1,000.00	01/29	9/15		Rex's Film Supply			Inventory Asset		825.00	2,909.00
	01/30	0/15		Owen & Owen			Legal Fees		275.00	6,184.00
								1,000.00	6,184.00	6,184.00
							l	1 000 00	6 184 00	6 184 00

Chapter 2 27

CHAPTER 2 CASE PROBLEM 3: JASON GALAS ATTORNEY AT LAW PC

1.

Jason Galas Attorney at Law PC Balance Sheet

As of January 31, 2012

	Jan 31, 12
ASSETS	
Current Assets Checking/Savings	
Regular Checking Account	51,647
Money Market Savings	18,000
Total Checking/Savings	69,647
Accounts Receivable Accounts Receivable	82,621
Total Accounts Receivable	82,621
Other Current Assets Prepaid Expenses	14,000
Total Other Current Assets	14,000
Total Current Assets	166,268
Fixed Assets	
Automobiles	32,000
Equipment	37,000
Furniture Leaseholds	62,500 18.000
Accum, Depreciation Automobile	-3,000
Accum. Depreciation Equipment	-7,000
Accum, Depreciation Furniture	-6,300
Accum. Depreciation Leaseholds	-8,000
Total Fixed Assets	125,200
TOTAL ASSETS	291,468
TOTAL ASSETS LIABILITIES & EQUITY Liabilities	291,468
LIABILITIES & EQUITY	291,468
LIABILITIES & EQUITY Liabilities	291,468
LIABILITIES & EQUITY Liabilities Current Liabilities	291,468 9,200
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable	
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities	9,200
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities Payroll Liabilities	9,200 9,200 5,468
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities Payroll Liabilities Total Other Current Liabilities	9,200 9,200 5,468 5,468
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities Payroll Liabilities Total Other Current Liabilities	9,200 9,200 5,468
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities Payroll Liabilities Total Other Current Liabilities Total Current Liabilities Long Term Liabilities	9,200 9,200 5,468 5,468
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities Payroll Liabilities Total Other Current Liabilities	9,200 9,200 5,468 5,468 14,668
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities Payroll Liabilities Total Other Current Liabilities Total Current Liabilities Long Term Liabilities Notes Payable	9,200 9,200 5,468 5,468 14,668
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities Payroll Liabilities Total Other Current Liabilities Total Current Liabilities Long Term Liabilities Notes Payable Total Long Term Liabilities	9,200 9,200 5,468 5,468 14,668 50,000 50,000
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities Payroll Liabilities Total Other Current Liabilities Total Current Liabilities Long Term Liabilities Notes Payable Total Long Term Liabilities Total Long Term Liabilities	9,200 9,200 5,468 5,468 14,668 50,000 50,000 64,668
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities Payroll Liabilities Total Other Current Liabilities Total Current Liabilities Long Term Liabilities Notes Payable Total Long Term Liabilities	9,200 9,200 5,468 5,468 14,668 50,000 50,000
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities Payroll Liabilities Total Other Current Liabilities Total Current Liabilities Long Term Liabilities Notes Payable Total Long Term Liabilities Total Liabilities Equity Capital Stock	9,200 9,200 5,468 5,468 14,668 50,000 50,000 64,668 10,000
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities Payroll Liabilities Total Other Current Liabilities Total Current Liabilities Long Term Liabilities Notes Payable Total Long Term Liabilities Total Liabilities Equity Capital Stock Retained Earnings	9,200 9,200 5,468 5,468 14,668 50,000 50,000 64,668 10,000 206,600
LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities Payroll Liabilities Total Other Current Liabilities Total Current Liabilities Long Term Liabilities Notes Payable Total Long Term Liabilities Total Liabilities Equity Capital Stock Retained Earnings Net Income	9,200 9,200 5,468 5,468 14,668 50,000 64,668 10,000 206,600 10,200

2.

Jason Galas Attorney at Law PC Balance Sheet As of February 29, 2012

	Feb 29, 12	% of Column
ASSETS		
Current Assets		
Checking/Savings Regular Checking Account	44,479	12%
Money Market Savings	18,000	5%
Total Checking/Savings	62,479	17%
Accounts Receivable		
Accounts Receivable	97,271	27%
Total Accounts Receivable	97,271	27%
Other Current Assets Prepaid Expenses	14,000	4%
Total Other Current Assets	14,000	4%
Total Current Assets	173,750	48%
Fixed Assets		
Automobiles	92,000	26%
Equipment Furniture	37,000 62,500	10% 17%
Leaseholds	18,000	5%
Accum. Depreciation Automobile	-3,000	-1%
Accum. Depreciation Equipment	-7,000	-2%
Accum. Depreciation Furniture	-6,300	-2%
Accum. Depreciation Leaseholds	-8,000	-2%
Total Fixed Assets	185,200	52%
TOTAL ASSETS	358,950	100%
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable	11.400	3%
Accounts Payable Total Accounts Payable	11,400	3%
Other Current Liabilities	11,400	5.0
Payroll Liabilities	11,818	3%
Total Other Current Liabilities	11,818	3%
Total Current Liabilities	23,218	6%
Long Term Liabilities		
Notes Payable	115,000	32%
Total Long Term Liabilities	115,000	32%
Total Liabilities	138,218	39%
Equity		
Capital Stock	10,000	3%
Retained Earnings	206,600	58%
Net Income	4,131	1%
Total Equity	220,731	61%
TOTAL LIABILITIES & EQUITY	358,950	100%

3.

Jason Galas Attorney at Law PC Transaction List by Date January 2012

Credit		1,800.00 5,600.00		1,700.00 1,200.00	2,700.00 5,600.00	1,300.00	1,800.00	1,800.00	1,827.82	7,865.00	
Debit	6,200.00	10,100.00	10,000.00 10,000.00 14,750.00	12.250.00		17,500.00	17,500.00				
Split	-SPLIT- Accounts Rec	-SPLIT- Accounts Pay	Accounts Rec Undeposited FSPLIT-	Accounts Pay Office Supplies -SPLIT-	Travel Expense Rent Expense	Accounts Rec Telephone Ex	Undeposited F Repairs and M	Utilities -SPLIT-	-SPLIT-	-SPLIT-	
능	×		×			×					
Account	Accounts Receivable Undeposited Funds Recular Charking A	Accounts Receivable Regular Checking A Regular Checking A	Undeposited Funds Regular Checking A Accounts Receivable	Regular Checking A Regular Checking A Accounts Receivable	Regular Checking A Accounts Payable	Undeposited Funds Regular Checking A	Regular Checking A Accounts Payable	Accounts Payable Regular Checking A	Regular Checking A	Regular Checking A	
Memo											
We	Danceit	i i	Deposit				Deposit				
Name	Credant Epic	, Air _ =		TXU Staples Epic	American Randol		Deposit Al Mar	TXU Jenna Hinkle	Savanna Flowers	Jason Galas	
		, >		TXU Staples Epic	American Randol			TXU Jenna Hinkle	Savanna Flowers	Jason Galas	
Name		Venturity Al Mar Randol	Woot Woot	5416 TXU 5416 Staples 563 Epic		Venturity Vonage	Al Mar	654631 TXU 5420 Jenna Hinkle	,	5419 Jason Galas	
Adj Name	560 Credant 214 Epic	Venturity Al Mar Randol	8751 Woot [5415 5416 563	5417 65413	5413 Venturity 5418. Vonage	654221 AI Mar	654631 5420	5421	5419	

4.

Jason Galas Attorney at Law PC Transaction List by Date February 2012

Split Debit	edal Fee Inco 8 050 00			egal Fee Inco 6,000.00			Accounts Rec 6,200.00	Office Supplies	Indeposited F 6,200.00		Fee Inco 8,250.00	egal Fee Inco 8,050	elephone Ex	Advertising an	Automobiles	Accounts Pay	Accounts Pay	Accounts Pay		ي .	ال	Repairs and M	Rent Expense	-
	l ega	Notes	Travel	Legal	Accou	Ondep	Accou	Office	Ondep	Legal	Legal	Legal	Teleph	Advert	Autom	Accou	Accou	Accou	-SPLIT-	-SPLIT-	-SPLIT-	Repair	Rent E	
Clr	 <u> </u>	A	Α	e e	×	Α.	×	Α.	Α	e e	e e	e e	Α	Α	Α	Α	Α	Α	Α	Α	Α			
Account	Accounts Receivable	Regular Checking A	Regular Checking A.	Accounts Receivable	Undeposited Funds	Regular Checking A.	Undeposited Funds	Regular Checking A	Regular Checking A.	Accounts Receivable	Accounts Receivable	Accounts Receivable	Regular Checking A	Accounts Payable	Accounts Payable									
Memo		Proceeds fro				Deposit	,		Deposit															
Name	Woot		American	Credant	Woot		Credant	Staples		Real Audio	Venturity	Epic	Vonage	ABC	Texas Porsche	Al Mar	Randol	DX.	Jenna Hinkle	Savanna Flowers	Jason Galas	Al Mar	Randol	
Adj		*																						
Num	564	13.	5422	565	65jk	•	23908	5423		566	292	268	5424	5425	5426	5427	5428	5429	5431	5432	5430	654321	654489	. 0.11
Date	2/1/12	2/8/12	2/9/12	2/10/12	2/12/12	2/13/12	2/14/12	2/14/12	2/14/12	2/17/12	2/21/12	2/28/12	2/28/12	2/28/12	2/29/12	2/29/12	2/29/12	2/29/12	2/29/12	2/29/12	2/29/12	2/29/12	2/29/12	
	ı															쏭	쏤	쏭		Paycheck				

Feb 12

5.

5,600.00 1,800.00 1,800.00 9,200.00 9,200.00 Credit 1,800.00 5,600.00 1,700.00 9,100.00 9,100.00 Debit Regular Check... Regular Check... Regular Check... Rent Expense Repairs and M... Utilities Split Jason Galas Attorney at Law PC Transactions by Account As of January 31, 2012 ਹ Memo Name Al Mar Randol TXU Randol Al Mar TXU Adj 5413 5414 5415 65413 654221 654631 MIII Date 1/10/12 1/20/12 1/26/12 1/30/12 1/30/12 Total Accounts Payable Accounts Payable
Bill Pmt-Check
Bill Pmt-Check
Bill Pmt-Check
Bill
Bill Type

9,100.00 7,300.00 1,700.00 0.00 5,600.00 7,400.00 9,200.00

Balance

9,200.00 9,200.00

6. This bill, from Randol, is for rent expense in the amount of \$5,600.

TOTAL

7.

				Jason Ga Transa As	Jason Galas Attorney at Law PC Transactions by Account As of January 31, 2012	y at Lá Acco , 2012	aw PC ount			
Type	Date	Mum	Adj	Name	Memo	Cir	Split	Debit	Credit	Balance
Accounts Receivable										91,821.00
Invoice		290		Credant			-SPLIT-	6,200.00		98,021.00
Payment		214		Epic			Undeposited F		25.000.00	73,021.00
Invoice	1/10/12	561		Venturity			-SPLIT-	10,100.00		83,121.00
Payment		8751		Woot			Undeposited F		10,000.00	73,121.00
Invoice		562		Woot			-SPLIT-	14,750.00		87,871.00
Invoice		563		Epic			-SPLIT-	12,250.00		100,121.00
Payment		5413		Venturity			Undeposited F		17,500.00	82,621.00
Total Accounts Receivable	/able							43,300.00	52,500.00	82,621.00
TOTAL								43,300.00	52,500.00	82,621.00

- 8. Invoice 563 was billed to Epic for 29 hours of tax consulting and 14 hours of tax services.
- 9. The customer payment on 1/27/12 was from Venturity for previous period services.