COMPREHENSIVE PROBLEM 2

1., 2., 6., and 9.

Cash 110

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance	✓			21,200	
	1		20		2,400		
	4		20		500		
	7		20	8,900			
	10		20	27,200			
	13		20		21,168		
	15		20		2,600		
	16		20	6,860			
	19		20		11,800		
	19		20		9,000		
	21		21		1,100		
	21		21	17,600			
	26		21		1,200		
	28		21		12,400		
	29		21		800		
	30		21	23,177			
	31		21		17,721	24,248	

Accounts Receivable 112

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance	✓			51,300	
	6		20	8,500			
	7		20		8,900		
	14		20		1,500		
	16		20		7,000		
	20		21	22,300			
	21		21	1,100			
	21		21		17,600		
	30		21	18,750			
	30		21		23,400	43,550	

Accumulated Depreciation—Store Equipment 124

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance	✓				18,900
	31	Adjusting	22		9,500		28,400

Accounts Payable 210

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance	✓				32,200
	3		20		21,600		
	13		20	21,600			
	19		20	9,000			
	21		21		19,900		
	24		21	2,000			
	31		21	17,900			23,200

Salaries Payable 211

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	31	Adjusting	22		2,000		2,000

Evan Raskind, Capital 310

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2007							
Apr.	1	Balance	✓				185,100
2008							
Mar.	31	Closing	23		231,962		
	31	Closing	23	45,000			372,062

Evan Raskind, Drawing 311

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance	✓			45,000	
	31	Closing	23		45,000	—	—

Accumulated Depreciation—Store Equipment 124

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance	✓				18,900
	31	Adjusting	22		9,500		28,400

Accounts Payable 210

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance	✓				32,200
	3		20		21,600		
	13		20	21,600			
	19		20	9,000			
	21		21		19,900		
	24		21	2,000			
	31		21	17,900			23,200

Salaries Payable 211

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	31	Adjusting	22		2,000		2,000

Evan Raskind, Capital 310

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2007							
Apr.	1	Balance	✓				185,100
2008							
Mar.	31	Closing	23		231,962		
	31	Closing	23	45,000			372,062

Evan Raskind, Drawing 311

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance	✓			45,000	
	31	Closing	23		45,000	—	—

Comp. Prob. 2 Continued

Income Summary 312

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	31	Closing	23		1,150,450		
	31	Closing	23	918,488			
	31	Closing	23	231,962		—	—

Sales 410

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance	✓				1,073,700
	6		20		8,500		
	10		20		27,200		
	20		21		22,300		
	30		21		18,750		1,150,450
	31	Closing	23	1,150,450		—	—

Sales Returns and Allowances 411

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance	✓			30,900	
	14		20	1,500			
	26		21	1,200		33,600	
	31	Closing	23		33,600	—	—

Sales Discounts 412

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance	✓			19,800	
	16		20	140			
	30		21	223		20,163	
	31	Closing	23		20,163	—	—

Cost of Merchandise Sold — 510

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance	✓			541,000	
	6		20	5,000			
	10		20	16,000			
	14		20		900		
	20		21	13,200			
	26		21		700		
	30		21	11,250		584,850	
	31	Adjusting	22	12,000		596,850	
	31	Closing	23		596,850	—	—

Sales Salaries Expense — 520

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance	✓			111,600	
	28		21	7,600		119,200	
	31	Adjusting	22	1,200		120,400	
	31	Closing	23		120,400	—	—

Advertising Expense — 521

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance	✓			27,000	
	15		20	2,600		29,600	
	31	Closing	23		29,600	—	—

Depreciation Expense — 522

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	31	Adjusting	22	9,500		9,500	
	31	Closing	23		9,500	—	—

Store Supplies Expense — 523

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	31	Adjusting	22	3,100		3,100	
	31	Closing	23		3,100	—	—

Comp. Prob. 2 Continued

Miscellaneous Selling Expense 529

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance....................	✓	....	....	4,200	....
	31	Closing	23	....	4,200	—	—

Office Salaries Expense 530

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance....................	✓	....	....	60,700	....
	28	....	21	4,800	....	65,500	....
	31	Adjusting	22	800	....	66,300	....
	31	Closing	23	....	66,300	—	—

Rent Expense 531

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance....................	✓	....	....	27,900	....
	1	....	20	2,400	....	30,300	....
	31	Closing	23	....	30,300	—	—

Insurance Expense 532

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	31	Adjusting	22	1,875	....	1,875	....
	31	Closing	23	....	1,875	—	—

Miscellaneous Administrative Expense 539

Date		Item	Post. Ref.	Dr.	Cr.	Balance Dr.	Balance Cr.
2008							
Mar.	1	Balance....................	✓	....	....	2,600	....
	31	Closing	23	....	2,600	—	—

Comp. Prob. 2 Continued

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Date		Description	Post. Ref.	Debit	Credit
2008					
Mar.	1	Rent Expense	531	2,400	
		Cash	110		2,400
	3	Merchandise Inventory	115	21,600	
		Accounts Payable—Huisman Co.	210		21,600
	4	Merchandise Inventory	115	500	
		Cash	110		500
	6	Accounts Receivable—Hillcrest Co.	112	8,500	
		Sales	410		8,500
	6	Cost of Merchandise Sold	510	5,000	
		Merchandise Inventory	115		5,000
	7	Cash	110	8,900	
		Accounts Receivable—Foley Co.	112		8,900
	10	Cash	110	27,200	
		Sales	410		27,200
	10	Cost of Merchandise Sold	510	16,000	
		Merchandise Inventory	115		16,000
	13	Accounts Payable—Huisman Co.	210	21,600	
		Cash	110		21,168
		Merchandise Inventory	115		432
	14	Sales Returns and Allowances	411	1,500	
		Accounts Receivable—Hillcrest Co.	112		1,500
	14	Merchandise Inventory	115	900	
		Cost of Merchandise Sold	510		900
	15	Advertising Expense	521	2,600	
		Cash	110		2,600
	16	Cash	110	6,860	
		Sales Discounts	412	140	
		Accounts Receivable—Hillcrest Co.	112		7,000
	19	Merchandise Inventory	115	11,800	
		Cash	110		11,800
	19	Accounts Payable—Bakke Co.	210	9,000	
		Cash	110		9,000