

OBJ. 2

✓ 2. Total cash receipts, \$58,160



PR 5-5A All journals and general ledger; trial balance

The transactions completed by Sure N' Safe Courier Company during July 2012, the first month of the fiscal year, were as follows:

- July
1. Issued Check No. 610 for July rent, \$7,500.
 2. Issued Invoice No. 940 to Capps Co., \$2,680.
 3. Received check for \$6,700 from Trimble Co. in payment of account.
 5. Purchased a vehicle on account from Browning Transportation, \$34,600.
 6. Purchased office equipment on account from Austin Computer Co., \$5,200.
 6. Issued Invoice No. 941 to Dawar Co., \$5,970.
 9. Issued Check No. 611 for fuel expense, \$900.
 10. Received check from Sing Co. in payment of \$3,980 invoice.
 10. Issued Check No. 612 for \$1,040 to Office To Go Inc. in payment of invoice.
 10. Issued Invoice No. 942 to Joy Co., \$2,640.
 11. Issued Check No. 613 for \$3,670 to Essential Supply Co. in payment of account.
 11. Issued Check No. 614 for \$725 to Porter Co. in payment of account.
 12. Received check from Capps Co. in payment of \$2,680 invoice.
 13. Issued Check No. 615 to Browning Transportation in payment of \$34,600 balance.
 16. Issued Check No. 616 for \$42,100 for cash purchase of a vehicle.
 16. Cash fees earned for July 1–16, \$18,900.
 17. Issued Check No. 617 for miscellaneous administrative expense, \$750.
 18. Purchased maintenance supplies on account from Essential Supply Co., \$1,950.
 19. Purchased the following on account from McClain Co.: maintenance supplies, \$1,900; office supplies, \$470.
 20. Issued Check No. 618 in payment of advertising expense, \$2,350.
 20. Used \$4,000 maintenance supplies to repair delivery vehicles.
 23. Purchased office supplies on account from Office To Go Inc., \$600.
 24. Issued Invoice No. 943 to Sing Co., \$7,000.
 24. Issued Check No. 619 to J. Bourne as a personal withdrawal, \$3,000.
 25. Issued Invoice No. 944 to Dawar Co., \$6,450.
 25. Received check for \$4,500 from Trimble Co. in payment of balance.
 26. Issued Check No. 620 to Austin Computer Co. in payment of \$5,200 invoice of July 6.
 30. Issued Check No. 621 for monthly salaries as follows: driver salaries, \$18,900; office salaries, \$8,300.
 31. Cash fees earned for July 17–31, \$21,400.
 31. Issued Check No. 622 in payment for office supplies, \$800.

Instructions

1. Enter the following account balances in the general ledger as of July 1:

11 Cash	\$167,900	32 J. Bourne, Drawing	—
12 Accounts Receivable	15,180	41 Fees Earned	—
14 Maintenance Supplies	10,850	51 Driver Salaries Expense	—
15 Office Supplies	4,900	52 Maintenance Supplies Exp.	—
16 Office Equipment	28,500	53 Fuel Expense	—
17 Accum. Depr.—Office Equip.	6,900	61 Office Salaries Expense	—
18 Vehicles	95,900	62 Rent Expense	—
19 Accum. Depr.—Vehicles	14,700	63 Advertising Expense	—
21 Accounts Payable	5,435	64 Miscellaneous Administrative Expense	—
31 J. Bourne, Capital	296,195		

(Continued)

2. Journalize the transactions for July 2012, using the following journals similar to those illustrated in this chapter: cash receipts journal (p. 31), purchases journal (p. 37, with columns for Accounts Payable, Maintenance Supplies, Office Supplies, and Other Accounts), single-column revenue journal (p. 35), cash payments journal (p. 34), and two-column general journal (p. 1). Assume that the daily postings to the individual accounts in the accounts payable ledger and the accounts receivable ledger have been made.
3. Post the appropriate individual entries to the general ledger.
4. Total each of the columns of the special journals, and post the appropriate totals to the general ledger; insert the account balances.
5. Prepare a trial balance.

Problems Series B

OBJ. 2, 3

✓ 1. Revenue journal, total fees earned, \$2,320



PR 5-1B Revenue journal; accounts receivable and general ledgers

Sentinel Security Services was established on March 15, 2012, to provide security services. The services provided during the remainder of the month are listed below.

- Mar. 18. Issued Invoice No. 1 to Murphy Co. for \$410 on account.
20. Issued Invoice No. 2 to Qwik-Mart Co. for \$290 on account.
24. Issued Invoice No. 3 to Goforth Co. for \$625 on account.
27. Issued Invoice No. 4 to Carson Co. for \$510 on account.
28. Issued Invoice No. 5 to Amber Waves Co. for \$100 on account.
28. Provided security services, \$90, to Qwik-Mart Co. in exchange for supplies.
30. Issued Invoice No. 6 to Qwik-Mart Co. for \$140 on account.
31. Issued Invoice No. 7 to Goforth Co. for \$245 on account.

Instructions

1. Journalize the transactions for March, using a single-column revenue journal and a two-column general journal. Post to the following customer accounts in the accounts receivable ledger, and insert the balance immediately after recording each entry: Amber Waves Co.; Carson Co.; Goforth Co.; Murphy Co.; Qwik-Mart Co.
2. Post the revenue journal to the following accounts in the general ledger, inserting the account balances only after the last postings:

12	Accounts Receivable
14	Supplies
41	Fees Earned
3.
 - a. What is the sum of the balances of the accounts in the subsidiary ledger at March 31?
 - b. What is the balance of the controlling account at March 31?
4. Assume Sentinel Security Services began using a computerized accounting system to record the sales transactions on April 1. What are some of the benefits of the computerized system over the manual system?

OBJ. 2, 3

✓ 3. Total cash receipts, \$7,690



PR 5-2B Revenue and cash receipts journals; accounts receivable and general ledgers

Transactions related to revenue and cash receipts completed by Pinnacle Engineering Services during the period April 2–30, 2012, are as follows:

- Apr. 2. Issued Invoice No. 717 to Yee Co., \$950.
3. Received cash from Auto-Flex Co. for the balance owed on its account.
7. Issued Invoice No. 718 to Park Development Co., \$530.
10. Issued Invoice No. 719 to Ridge Communities, \$2,350.

Post revenue and collections to the accounts receivable subsidiary ledger.