

# PRACTICE SET      ADJUSTMENTS, WORKSHEET, AND STATEMENTS

## I. DEBITS AND CREDITS

## II. TRIAL BALANCE

Speedy Ironing Service  
Trial Balance  
September 30, 1991

ASSETS		=	LIABILITIES		+	OWNER'S EQUITY					
DR.	CR.		DR.	CR.		DR.	CR.	DR.	CR.		
+	-		-	+		-	+	-	+		
						WITHDRAWALS		EXPENSES		REVENUE	
			DR.	CR.		DR.	CR.	DR.	CR.		
			+	-		+	-	-	+		

Cash	\$105
Accounts Receivable	10
Prepaid Advertising	60
Ironing Supplies	10
Ironing Equipment	60
Accounts Payable	\$ 15
Unearned Ironing Revenue	10
Capital, Linda Smith	150
Withdrawals, Linda Smith	30
Ironing Revenue	170
Rent Expense	50
Telephone Expense	20
	\$345
	\$345

Instructions: Student should use the appropriate Trial Balance figures and the information provided to analyze adjustments on the left and journalize on the right. Journal entry descriptions are not required.

## III. ADJUSTING JOURNAL ENTRIES

Practice Set Adjustments - Wednesday, September 30, 1991

### ANALYZING TRANSACTIONS

### JOURNALIZING TRANSACTIONS

Assets = Liabilities + Owner's Equity

- a. One month of scheduled advertising appeared in the school newspaper. See Transaction 2, page 10.

DR.      CR.

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a.

- b. A count of Ironing Supplies revealed approximately \$5 worth on hand.

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b.

- c. Depreciation was taken on equipment with a useful life of 5 years.

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c.

- d. On Thursday, 10/1, Linda would pay her first employee, who worked Tuesday and Thursdays, \$12 for the week.

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d.

- e. Ironing Services for one of the two students who had paid in advance had been performed as of 9/30/91.

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e.

- f. On Tuesday, September 29, services had been finished for 2 students who promised to pay \$5 each on 10/5.

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f.

