

## 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.
- 5. To resize the columns of a balance sheet, click and hold the mouse over the small diamond-shaped 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

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## 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	4
Credit Cards Other Current Liabilities	1 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

	Oct 31, 14
ASSETS	
Current Assets Checking/Savings	
Checking	102
Cash Expenditures	0
Savings Total Checking/Savings	122
Accounts Receivable	
Accounts Receivable	14
Total Accounts Receivable	14
Other Current Assets Prepaid Insurance	1
Employee advances	ó
Inventory Asset	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 Accounts Payable	4
Total Accounts Payable	4
Credit Cards CalOil Card	1
Total Credit Cards	1
Other Current Liabilities	
Payroll Liabilities	4
Payments on Account	-2 2
Sales Tax Payable	
Total Other Current Liabilities	4
Total Current Liabilities	9
Long Term Liabilities	20
Bank of Anycity Loan Equipment Loan	20 4
Bank Loan	7
Total Long Term Liabilities	31
Total Liabilities	41
Equity	450
Opening Bal Equity Owner's Equity	152 -3
Retained Earnings	-40
Net Income	6
Total Equity	115
TOTAL LIABILITIES & EQUITY	156

15

## 2. Investigating the Balance Sheet Using QuickZoom

α.

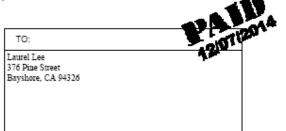
8:17 AM 12/15/14 Accrual Basis

Balance	4,306,94 4,506,94 5,006,94 7,193,82 9,668,82 11,995,65 13,245,65 13,245,65	13,460.65 11,600.95 11,745.95 13,040.95 12,190.95 11,690.95 9,364.12	6,889,12 6,929,12 6,929,12 6,799,12 8,458,21 10,318,21 11,518,21 13,518,21	12,933.21 13,738.21 12,933.21 12,753.21 12,608.21 13,308.21	14,439.65 14,439.65 13,714.65 14,030.65 14,750.65 15,050.65	15,390.65 15,410.81 15,419.68 15,424.68 15,893.18
Credit		1,859.70 1,000.00 500.00 2,326.83	2,475.00	550.00 805.00 145.00	725.00	300.00 1,231.40 12,332.93
Debit	200.00 500.00 2.186.88 2.475.00 1,250.00 35.00	180.00 145.00 1,295.00 150.00	40.00 70.00 1,659.09 175.00 1,685.00 3,200.00	805.00 550.00 153.00 583.03	270.00 277.51 316.00 240.00 480.00 300.00	160.00 20.16 8.77 5.00 21,919.17
r Split	\$PUT. \$PUT. \$PUT. \$PUT. \$PUT. \$PUT.	-SPLIT- Undeposited -SPLIT- -SPLIT- Undeposited Undeposited Checking	Checking SPLIT- SPLIT- Checking SPLIT- SPLIT- SPLIT- SPLIT-	Checking SPLIT- Checking Checking Checking SPLIT- SPLIT-	SPLIT-	-SPLIT- -SPLIT- -SPLIT- -SPLIT- Undeposited Undeposited
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Class	Landsca Landsca Landsca Landsca Design Mainten	Design Landsca	Landsca Landsca Design Design	Design Landsca	Mainten Mainten Mainten Mainten Mainten	
Memo						INVOICE INVOICE INVOICE
Name	Golliday Sporting Middlefield Elemen Hughes, David Jasmine Park Sage, Robert Crenshaw, Bob Hermann, Jennifer	Molotsi, Hugh:148 Jasanine Park Molotsi, Hugh:469 Jim's Family Store Golliday Sporting Hughres, David Middlefield Elemen Sage, Robert	Jasmine Park Adam's Candy Shop Julie's Doll House Golliday Sporting Crensitaw, Bob Leon, Richard Williams, Abraham Lee, Lauriei Lee Re	Crenshaw, Bob Sonnenschein, Russ Sonnenschein, Russ Molotsi, Hugh:148 Molotsi, Hugh:469 Leon, Richard Goliliday Sporting	Lochies Seven McCale, Ron: Resi Leon, Richard Lo, David: 4831 W Corcoran, Carol Blackwell, Edward Cheknis, Benjamin Balak, Mike: 330 M	Molotsi, Hugh: 685 Balak, Mike: Resid INVOICE Chapman, Natalie Morearty, Brian Cheknis, Benjamin Molotsi, Hugh: 685
Adj Name	Golliday Sporting Middlefield Elemen Hughes, David Jasmine Park Sage, Robert Crenshaw, Bob Hermann, Jennifer	Molotsi, Hugh:148 Jasmine Park Molotsi, Hugh:469 Jim's Family Store Golliday Sporting Hughres, David Middlefield Elemen Sage, Robert	Jasmine Park Adam's Candy Shop Julie's Doll House Golliday Sporting Crenshaw, Bob Leon, Richard Williams, Abraham Lee Laurel Lee Re Hermann, Jennifer	Crenshaw, Bob Sonnenschein, Russ Sonnenschein, Russ Molotsi, Hugh: 148 Molotsi, Hugh: 469 Leon, Richard Goldiad Sporting Goldiad Sporting	Lochine, Steven McCale, Ron.Resi Leon, Richard Lo, Dawid-4631 W Corcoran, Carol Blackwell, Edward Cheknis, Benjamin Balak, Mike:330 M	
Name		2	7531 Jasnnine Park 7531 Jasnnine Park 73 Adam's Candy Shop 139 Julie's Doll House 3521 Crenishaw, Bob 74 Leon, Richard 75 Leo, Richard 76 Lee, Laurei Lee Re 3466 Hermann, Iennifer	<b></b>	8	
Adj Name	65 66 67 68 67	69 6503 70 71 72 98032 9222	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	5789 77 6733 20187 20187 78 79	82 82 3205 83 86 86 87	Molotsi, Hugn:885 Balak, Mike:Resid Chapman, Natalie Morearty, Brian Cheknis, Benjamin Molotsi, Hugh:885

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			3,200.00
Thank you for your business.	otal		\$3,200.00

Chapter 2 17

## 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	122	79% 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
<b>Total Current Assets</b>	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
<b>Total Current Liabilities</b>	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%
<b>Total Current Liabilities</b>	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

Туре	Date	Num	Adj	Name	Memo	ij	Split	Debit	Credit	Balance
Accounts Receivable	'									0.00
Invoice	07/05/14	_		Apple Computer			-SPLIT-	33,250.00		33,250.00
Invoice	_	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 Receival	ple						'	52,153.00	33,250.00	18,903.00
TOTAL								52,153.00	33,250.00	18,903.00

Chapter 2 21

## 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 75.00 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 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 75.00 760.00 325.00	25.00 4,375.00 600.00 620.00 250.00 650.00	1,562.50 1,950.00 4,275.00 41.67
Clr Split	Accounts R Accounts P Accounts P Accounts P Accounts P Rent Rent Rent Radio Spots Water Liability Ins	-SPLIT- TV Connner Gas and ESPLIT- Inventory A Telephone -SPLITSPLIT-	Accounts RSPLITSPLITSPLITSPLIT. Computer R Postage an Postage an Postage an	-SPLIT- Accounts P Accounts R Accounts R Accounts R Accounts R SPLITSPLIT-	-SPLITSPLITSPLITSPLIT. Accounts R Inventory A Legal Fees Accounts RSPLIT.	-SPLIT- -SPLIT- -SPLIT- -SPLIT- Prepaid Ins
Account	Union Bank Ch Vaccounts Paya Accounts Paya Accounts Paya Accounts Paya	Accounts Rece Accounts Paya Accounts Paya Accounts Rece Accounts Paya Accounts Paya Accounts Paya Accounts Paya Accounts Paya	Union Bank Ch Union Bank Ch Union Bank Ch Union Bank Ch Accounts Paya Accounts Paya Accounts Paya Union Bank Ch	Accounts Rece Union Bank Ch Accounts Paya Accounts Rece	Accounts Rece Accounts Paya Accounts Paya Union Bank Ch Union Bank Ch Accounts Paya Accounts Paya Union Bank Ch Accounts Paya Accounts Paya	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 Mendez Prop KCRQ Radio San Martin Water Di Walker Insurance Co.	Bob and Mary Schultz KCOY TV Pacific Electric Co. Evelyin Walker Real Rex's Film Supply General Telephone On-time Copy Shop Sally's Fabrics	Bob and Mary Schultz Cheryl P Boudreau Diane A Murphy Kelly A Jennings Phoenix Computers Federal Express US Post Office Chef Ricks	Yaskar Farms Pacific Electric Co. So. Cal Gas AAA Appliance Ray's Chevron Evelyn Walker Real So. Cal Gas Evelyn Walker Real Big 10	AAA Applance Banks Office Supply Sally's Fabrics Sally's Fabrics Paulson Pex's Film Supply Owen & Owen Big 10 Ray's Chevron	Fańcy Yogurt Co. Paulson Evelyn Walker Real Walker Insurance Co.
Adj						
Num	337 1002 1251 1252 1253	1 2 150	215 1258 1259 1260 1256	3 1254 1255 659 669 2251 850 4	6 7 852 852 455	9 10 11
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 01/12/15 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 01/31/15	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 Invoice Bill Bill Ball	Payment Paycheck Paycheck Paycheck Bill Bill 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	900.00			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-
Ü						
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

Chapter 2 25

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

Balance	1,000.00 300.00 225.00	100.00	1,550.00	1,782.00	4,282.00	4,772.00	4,861.00	4,961.00	5,056.00	5,103.00	5,068.00	5,003.00	5,058.00	5,084.00	5,909.00	6,184.00	6,184.00	6,184.00
Credit		700.00	750.00 57.00	175.00	2,500.00	445.00	89.00	100.00	95.00	47.00			22.00	26.00	825.00	275.00	6,184.00	6,184.00
Debit	700.00	125.00									35.00	65.00					1,000.00	1,000.00
Split	Union Bank C Union Bank C	Union Bank C Rent	Radio Spots Water	Liability Insura	TV Commerci	Inventory Asset	Telephone	-SPLIT-	Computer Rep	Postage and D	Union Bank C	Union Bank C	Gas and Electric	Office Supplies	Inventory Asset	Legal Fees	· •	'
Ċ																		
Memo	Opening bala Opening bala	Opening bala									Opening bala	Opening bala						
Name	Frank Mendez Prop General Telephone	On-time Copy Shop Frank Mendez Prop	KCRQ Radio San Martin Water Di	Walker Insurance Co.	KCOY TV Pacific Flectric Co	Rex's Film Supply	General Telephone	On-time Copy Shop	Phoenix Computers	Federal Express	Pacific Electric Co.	So. Cal Gas	So. Cal Gas	Banks Office Supply	Rex's Film Supply	Owen & Owen		
Adj																		
Num	1251 1252	1253									1254	1255						
Date	01/06/15 01/06/15	01/06/15 01/08/15	01/08/15 01/09/15	01/09/15	01/10/15	01/12/15	01/13/15	01/13/15	01/18/15	01/18/15	01/20/15	01/20/15	01/22/15	01/27/15	01/29/15	01/30/15	ø	
Туре	Accounts Payable Bill Pmt -Check Bill Pmt -Check	Bill Pmt -Check Bill	Bill			III III	Bill	Bill	Bill	Bill	Bill Pmt -Check	Bill Pmt -Check	Bill	Bill	Bill	Bill	Total Accounts Payable	)TAL

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

Current Assets         Checking/Savings         51,647           Regular Checking Account         51,647           Money Market Savings         69,647           Accounts Receivable         82,621           Accounts Receivable         82,621           Total Accounts Receivable         82,621           Other Current Assets         14,000           Total Other Current Assets         14,000           Total Current Assets         166,268           Fixed Assets         32,000           Automobiles         32,000           Equipment         37,000           Furniture         62,500           Leaseholds         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           LIABILITIES & EQUITY         Liabilities           Current Liabilities         9,200           Total Accounts Payable         9,200           Total Current Liabilities         5,468           Total Current Liabilities         5,468		Jan 31, 12
Checking/Savings         51,647           Money Market Savings         18,000           Total Checking/Savings         69,647           Accounts Receivable         82,621           Accounts Receivable         82,621           Other Current Assets         14,000           Total Other Current Assets         14,000           Total Current Assets         166,268           Fixed Assets         32,000           Automobiles         32,000           Equipment         37,000           Furniture         62,500           Leaseholds         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           LIABILITIES & EQUITY         Liabilities           Accounts Payable         9,200           Total Accounts Payable         9,200           Total Current Liabilities         5,468           Total Other Current Liabilities         5,468           Total Current Liabilities         5,000	ASSETS	
Regular Checking Account Money Market Savings		
Money Market Savings		54.047
Total Checking/Savings		
Accounts Receivable	Money Market Savings	18,000
Accounts Receivable		69,647
Other Current Assets         14,000           Total Other Current Assets         14,000           Total Current Assets         166,268           Fixed Assets         32,000           Equipment         37,000           Furniture         62,500           Leaseholds         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           LIABILITIES & EQUITY         Liabilities           Current Liabilities         9,200           Total Accounts Payable         9,200           Other Current Liabilities         5,468           Total Other Current Liabilities         5,468           Total Current Liabilities         50,000           Total Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         Capital Stock         10,000           Retained Earnings         206,600           Net Income         10,20		82,621
Prepaid Expenses	Total Accounts Receivable	82,621
Total Current Assets		14,000
Fixed Assets         32,000           Equipment         37,000           Furniture         62,500           Leaseholds         18,000           Accum. Depreciation Equipment         -7,000           Accum. Depreciation Equipment         -6,300           Accum. Depreciation Furniture         -6,300           Accum. Depreciation Leaseholds         -8,000           Total Fixed Assets         125,200           TOTAL ASSETS         291,468           LIABILITIES & EQUITY         Liabilities           Current Liabilities         9,200           Total Accounts Payable         9,200           Other Current Liabilities         5,468           Total Other Current Liabilities         5,468           Total Other Current Liabilities         5,468           Total Current Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         64,668           Equity         Capital Stock         10,000           Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800	Total Other Current Assets	14,000
Automobiles         32,000           Equipment         37,000           Furniture         62,500           Leaseholds         18,000           Accum. Depreciation Equipment         -7,000           Accum. Depreciation Furniture         -6,300           Accum. Depreciation Leaseholds         -8,000           Total Fixed Assets         125,200           TOTAL ASSETS         291,468           LIABILITIES & EQUITY         291,468           LIABILITIES & EQUITY         291,468           LIABILITIES & EQUITY         9,200           Total Accounts Payable         9,200           Accounts Payable         9,200           Other Current Liabilities         5,468           Total Other Current Liabilities         5,468           Total Other Current Liabilities         14,668           Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         Capital Stock         10,000           Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800	Total Current Assets	166,268
Automobiles         32,000           Equipment         37,000           Furniture         62,500           Leaseholds         18,000           Accum. Depreciation Equipment         -7,000           Accum. Depreciation Furniture         -6,300           Accum. Depreciation Leaseholds         -8,000           Total Fixed Assets         125,200           TOTAL ASSETS         291,468           LIABILITIES & EQUITY         291,468           LIABILITIES & EQUITY         291,468           LIABILITIES & EQUITY         9,200           Total Accounts Payable         9,200           Accounts Payable         9,200           Other Current Liabilities         5,468           Total Other Current Liabilities         5,468           Total Other Current Liabilities         14,668           Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         Capital Stock         10,000           Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800	Fixed Assets	
Equipment   37,000		32,000
Leaseholds	Equipment	37,000
Accum. Depreciation Automobile		,
Accum. Depreciation Equipment         -7,000           Accum. Depreciation Furniture         -6,300           Accum. Depreciation Leaseholds         -8,000           Total Fixed Assets         125,200           TOTAL ASSETS         291,468           LIABILITIES & EQUITY         291,468           Liabilities         - Accounts Payable           Accounts Payable         9,200           Total Accounts Payable         9,200           Other Current Liabilities         5,468           Total Other Current Liabilities         5,468           Total Current Liabilities         14,668           Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         64,668           Equity         206,600           Net Income         10,200           Total Equity         226,800		
Accum. Depreciation Furniture         -6,300           Accum. Depreciation Leaseholds         -8,000           Total Fixed Assets         125,200           TOTAL ASSETS         291,468           LIABILITIES & EQUITY         291,468           Liabilities         291,468           Current Liabilities         9,200           Accounts Payable         9,200           Total Accounts Payable         9,200           Other Current Liabilities         5,468           Total Other Current Liabilities         5,468           Total Current Liabilities         14,668           Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         64,668           Equity         206,600           Net Income         10,200           Total Equity         226,800		
Accum. Depreciation Leaseholds		
Total Fixed Assets         125,200           TOTAL ASSETS         291,468           LIABILITIES & EQUITY         291,468           Liabilities         Accounts Payable           Accounts Payable         9,200           Total Accounts Payable         9,200           Other Current Liabilities         5,468           Total Other Current Liabilities         5,468           Total Current Liabilities         14,668           Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         Capital Stock         10,000           Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800	•	
TOTAL ASSETS         291,468           LIABILITIES & EQUITY         Liabilities           Current Liabilities         9,200           Accounts Payable         9,200           Total Accounts Payable         9,200           Other Current Liabilities         5,468           Total Other Current Liabilities         5,468           Total Current Liabilities         14,668           Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         64,668           Equity         206,600           Net Income         10,200           Total Equity         226,800	•	
LIABILITIES & EQUITY         200           Liabilities         400           Accounts Payable         9,200           Total Accounts Payable         9,200           Other Current Liabilities         5,468           Total Other Current Liabilities         5,468           Total Current Liabilities         14,668           Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         64,668           Equity         206,600           Net Income         10,200           Total Equity         226,800	Total Lixed Assets	120,200
Liabilities         Current Liabilities           Accounts Payable         9,200           Total Accounts Payable         9,200           Other Current Liabilities         9,200           Other Current Liabilities         5,468           Total Other Current Liabilities         14,668           Long Term Liabilities         14,668           Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         64,668           Equity         206,600           Net Income         10,200           Total Equity         226,800	TOTAL ACCETS	204 400
Accounts Payable         9,200           Total Accounts Payable         9,200           Other Current Liabilities         5,468           Payroll Liabilities         5,468           Total Other Current Liabilities         14,668           Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         64,668           Equity         10,000           Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800		291,468
Accounts Payable         9,200           Total Accounts Payable         9,200           Other Current Liabilities         5,468           Total Other Current Liabilities         5,468           Total Current Liabilities         14,668           Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         64,668           Equity         10,000           Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800	LIABILITIES & EQUITY Liabilities	291,468
Total Accounts Payable   9,200	LIABILITIES & EQUITY Liabilities Current Liabilities	291,468
Other Current Liabilities         5,468           Payroll Liabilities         5,468           Total Other Current Liabilities         14,668           Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         206,600           Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800	LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable	
Payroll Liabilities         5,468           Total Other Current Liabilities         5,468           Total Current Liabilities         14,668           Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         206,600           Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800	LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable	9,200
Total Current Liabilities         14,668           Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         Capital Stock         10,000           Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800	LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable	9,200
Long Term Liabilities         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         Capital Stock         10,000           Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800	LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities	9,200
Notes Payable         50,000           Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         Capital Stock         10,000           Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800	LIABILITIES & EQUITY Liabilities Current Liabilities Accounts Payable Accounts Payable Total Accounts Payable Other Current Liabilities Payroll Liabilities	9,200 9,200 5,468
Total Long Term Liabilities         50,000           Total Liabilities         64,668           Equity         Capital Stock         10,000           Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800	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
Total Liabilities         64,668           Equity         10,000           Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800	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
Equity         10,000           Capital Stock         206,600           Net Income         10,200           Total Equity         226,800	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 14,668
Capital Stock         10,000           Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800	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
Retained Earnings         206,600           Net Income         10,200           Total Equity         226,800	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
Net Income         10,200           Total Equity         226,800	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
Total Equity 226,800	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
	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
TOTAL LIABILITIES & EQUITY 291,468	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 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 Long Term Liabilities  Total Long Term Liabilities  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		
Accounts Payable	11,400	3%
Total Accounts Payable	11,400	3%
Other Current Liabilities 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	3,539.25	1,827.82	7,865.00
Debit	6 200 00	25,000,00	25,000.00	10,100.00			10,000.00	10,000.00	14,750.00			12,250.00			17,500.00		17,500.00					
Split	-SPIIT-	Accounts Rec	Undeposited F	-SPLIT-	Accounts Pay	Accounts Pay	Accounts Rec	Undeposited F	-SPLIT-	Accounts Pay	Office Supplies	-SPLIT-	Travel Expense	Rent Expense	Accounts Rec	Telephone Ex	Undeposited F	Repairs and M	Utilities	-SPLIT-	-SPLIT-	-SPLIT-
₽		×					×								×							
Account	Accounts Receivable	Undeposited Funds	Regular Checking 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			Deposit					Deposit									Deposit					
Name	Credant	Epic	_	Venturity	Al Mar	Randol	Woot		Woot	UXT	Staples	Epic	American	Randol	Venturity	Vonage		Al Mar	UXT	Jenna Hinkle	Savanna Flowers	Jason Galas
Adj Name		Epic	_	Venturity	Al Mar	Randol	Woot		Woot	UXT	Staples	Epic	American	Randol	Venturity	Vonage		Al Mar	UXT	Jenna Hinkle	Savanna Flowers	Jason Galas
		214 Epic		_	5413 Al Mar	_	8751 Woot						5417 American						654631 TXU	7	5421 Savanna Flowers	,
Adj	560	214		561	5413	5414	8751 V	1/16/12	562	5415	5416	563	5417	65413	5413	5418		654221		5420	5421	5419

Jan 12

4.

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

Type		Date	Num	Adj	Name	Memo	Account	:=	Split	Debit
Feb 12										
Invoice	27/1		564		Woot		Accounts Receivable		Legal Fee Inco	8,050.00
General Jou			3	*		Proceeds fro	Regular Checking A		Notes Payable	65,000.00
Check			5422		American		Regular Checking A		Travel Expense	
Invoice	2/10/12		99		Credant		Accounts Receivable		Legal Fee Inco	6,000.00
Payment			65jk		Woot		Undeposited Funds	×	Accounts Rec	14,750.00
Deposit						Deposit	Regular Checking A		Undeposited F	14,750.00
Payment			23908		Credant		Undeposited Funds	×	Accounts Rec	6,200.00
Check			5423		Staples		Regular Checking A		Office Supplies	
Deposit		/12				Deposit	Regular Checking A		Undeposited F	6,200.00
Invoice			999		Real Audio		Accounts Receivable		Legal Fee Inco	5,250.00
Invoice			267		Venturity		Accounts Receivable		Legal Fee Inco	8,250.00
Invoice			268		Epic		Accounts Receivable		Legal Fee Inco	8,050.00
Check			424		Vonage		Regular Checking A		Telephone Ex	
Check			425		ABC		Regular Checking A		Advertising an	
Check			426		Texas Porsche		Regular Checking A		Automobiles	
Bill Pmt -Ch			427		Al Mar		Regular Checking A		Accounts Pay	
Bill Pmt -Ch			428		Randol		Regular Checking A		Accounts Pay	
Bill Pmt -Ch			429		TXU		Regular Checking A		Accounts Pay	
Paycheck			431		Jenna Hinkle		Regular Checking A		-SPLIT-	
Paycheck			432		Savanna Flowers		Regular Checking A		-SPLIT-	
Paycheck			430		Jason Galas		Regular Checking A		-SPLIT-	
Bill	2/29	_	654321		Al Mar		Accounts Payable		Repairs and M	
Bill	2/29		654489		Randol		Accounts Payable		Rent Expense	
Bill	2/29	_	655124		DXT.		Accounts Payable		Otilities	

Feb 12

5.

Jason Galas Attorney at Law PC

Transactions by Account

As of January 31, 2012

Type	Date	Num	Adj	Name	Memo	Cl	Split	Debit	Credit	Balance
Accounts Payable										9,100.00
Bill Pmt -Check	1/10/12	5413		Al Mar			Regular Check	1,800.00		7,300.00
Bill Pmt -Check	1/10/12	5414		Randol			Regular Check	5,600.00		1,700.00
Bill Pmt -Check	1/20/12	5415		UXT			Regular Check	1,700.00		00:00
Bill	1/26/12	65413		Randol			Rent Expense		5,600.00	5,600.00
Bill	1/30/12	654221		Al Mar			Repairs and M		1,800.00	7,400.00
Bill	1/30/12	654631		TXU			Utilities		1,800.00	9,200.00
Total Accounts Payable								9,100.00	9,200.00	9,200.00
TAL								9,100.00	9,200.00	9,200.00

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

7.

				Jason Ga Transa As	Jason Galas Attorney at Law PC Transactions by Account As of January 31, 2012	y at Li Acco 2012	aw Pc ount				
Туре	Date	Num	Adj	Name	Memo	Ci	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		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	1/27/12	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.