

STOCKHOLDERS' EQUITY **Journalizing Transactions REVIEW**

The Doggie Barkery specializes in homemade treats for dogs. It is organized as a corporation. During the month of May, the stockholders' equity accounts of The Doggie Barkery were affected by the following events:

- May 2 The corporation sold 5,000 shares of capital stock at \$15 per share. Par Value of the stock is \$2.
- May 12 The corporation declared a 10 cents per share dividend on its 5,000 shares of outstanding stock, payable on May 25.
- May 25 The corporation paid the dividend declared on May 12.
- May 31 The Income Summary account showed a credit balance of \$150,000 and the May 25 payment of dividends was the only cash dividend for the year. The corporation's accounts are closed monthly.

GENERAL JOURNAL

May 7	Cash	75000	
	Common stock: \$2 par		10000
	APIC Common stock		165000
May 12	Dividends Payable	500	
	Dividends payable		500
May 25	Dividends payable	500	
	Cash		500
May 31	Income Summary	150000	
	Retained Earnings		150000
	Retained Earnings	500	
	Dividends		500

Final Exam Review: A/R

a) On January 2 Lasser Products estimates uncollectible accounts expense at 3% of net credit sales. Net credit sales for the fiscal period were \$3,900,000.

c) On April 10, an accounts receivable, Smith Smores, for \$1,125 is unexpectedly collected.

d) On December 31 the balance in the Allowance for Doubtful Accounts is \$3,900. The required balance is \$6,100. Make the adjusting entry.

$$\begin{array}{r} 3960600 \\ \times 37 \\ \hline 117000 \end{array}$$

Date	Account Titles	Ref.	Debit	Credit
	A) uncoll. Accts Exp Allow for D.A.		11000	11000
	B) Allow for D. A. AR - Dohring Donutz		3200	3200
	C) AR - Smith Smores Allow for D.A.		1125	1125
	Cash AR - Smith Smores		1125	1125
	D) uncoll Accts Exp Allow for U.A.		2200	2200

Name: _____
 REVIEW Financial Assets

Quiz: Using the General Journal provided, record the following transactions.

- a) On January 2 Eggleston Products estimates uncollectible accounts expense at 2% of net credit sales. Net credit sales for the fiscal period were \$4,100,000.
- b) On March 15 a \$1,225 accounts receivable, Fiorie Enforcers is written off.
- c) On April 10, an accounts receivable, Todisco and Things, for \$475 is unexpectedly collected.
- d) On December 31 the balance in the Allowance for Doubtful Accounts is \$3,950. The required balance is \$5,200. Make the adjusting entry.

4100000
 x 2%
 82000

General Journal

Date	Account Titles	Ref.	Debit	Credit
(A)	Uncoll. Accts Exp Allow for D.A.		82000	82000
(B)	Allow for D.A. AR - Fiorie Enforcers		1225	1225
(C)	AR - Todisco & Things Allow for D.A.		475	475
	Cash AR - Todisco & Things		475	475
(D)	Uncoll. Accts Exp Allow for D.A.		1250	1250

FINAL REVIEW
Calculations 1

Lasser Laser Tag, Inc.
Adjusted Trial Balance
December 31, 2012

Accounts	Debit	Credit
Cash	1500	
Accounts Receivable	2200	
Inventory	1000	
Delivery Truck	800	
Accumulated Depreciation		250
Accounts Payable		700
Unearned Revenue		850
T.J. Dunning, Capital		2900
T.J. Dunning, Drawings	850	
Net Sales		2200
Cost of Goods Sold	440	
Selling Expense	380	
Administrative Expense	500	
	7670	6950

Using the information from the adjusted trial balance shown above, compute the following:

- a) Current Assets $1500 + 2200 + 1000$ \$ 4700
- b) Total Assets $\text{plus B.V. of truck}$ \$ 5250
- c) Book Value of the Delivery Truck $(800 - 250)$ \$ 550
- d) Net Income $\text{Net Sales} - \text{Exp} - \text{COGS}$ \$ 880
- e) Capital Balance on January 1, 2013 \$ 2930

$\frac{\text{Net INC}}{\text{Sales}}$

- f) Net Income Percentage $880 / 2200$

- g) Current Ratio

40%
3.0 : 1

$2900 - 850 + 880$
N.I.

$$4700 / 1550 = 3.0 : 1$$

Curr. Assets

Curr. Liab

↓
AP & unearned
Revenue