157 Equipment
158 Accumulated Depreciation—Equipment
201 Accounts Payable
301 B. Wicked, Capital
306 B. Wicked, Drawing
401 Sales
414 Sales Discounts
505 Cost of Goods Sold
631 Supplies Expense
711 Depreciation Expense

(b) Journalize the transactions that have not been journalized in a one-column purchases journal and the cash payments journal (see Illustration 7-16).

(b) Purchases journal total $34,500
Cash payments journal—Cash, Cr. $35,478

(c) Post to the accounts receivable and accounts payable subsidiary ledgers. Follow the sequence of transactions as shown in the problem.

(d) Post the individual entries and totals to the general ledger.

(e) Prepare a trial balance at February 28, 2010.

(e) Totals $54,500

(f) Determine that the subsidiary ledgers agree with the control accounts in the general ledger.

(f) Accounts Receivable $12,000
Accounts Payable $6,000

(g) The following adjustments at the end of February are necessary.
(1) A count of supplies indicates that $200 is still on hand.
(2) Depreciation on equipment for February is $150.
Prepare the adjusting entries and then post the adjusting entries to the general ledger.

(h) Prepare an adjusted trial balance at February 28, 2010.

(h) Totals $54,650

PROBLEMS: SET C

Visit the book's companion website at **www.wiley.com/college/weygandt**, and choose the Student Companion site, to access Problem Set C.

COMPREHENSIVE PROBLEM: CHAPTERS 3 TO 7

Packard Company has the following opening account balances in its general and subsidiary ledgers on January 1 and uses the periodic inventory system. All accounts have normal debit and credit balances.

General Ledger

Account Number	Account Title	January 1 Opening Balance
101	Cash	$33,750
112	Accounts Receivable	13,000
115	Notes Receivable	39,000
120	Merchandise Inventory	20,000
125	Office Supplies	1,000
130	Prepaid Insurance	2,000
157	Equipment	6,450
158	Accumulated Depreciation	1,500
201	Accounts Payable	35,000
301	I. Packard, Capital	78,700

Accounts Receivable Subsidiary Ledger

Customer	January 1 Opening Balance
R. Draves	$1,500
B. Hachinski	7,500
S. Ingles	4,000

Accounts Payable Subsidiary Ledger

Creditor	January 1 Opening Balance
S. Kosko	$ 9,000
R. Mikush	15,000
D. Moreno	11,000

Jan. 3 Sell merchandise on account to B. Remy $3,100, invoice no. 510, and J. Fine $1,800, invoice no. 511.
5 Purchase merchandise on account from S. Yost $3,000 and D. Laux $2,700.
7 Receive checks for $4,000 from S. Ingles and $2,000 from B. Hachinski.
8 Pay freight on merchandise purchased $180.
9 Send checks to S. Kosko for $9,000 and D. Moreno for $11,000.

9 Issue credit of $300 to J. Fine for merchandise returned.
10 Summary cash sales total $15,500.
11 Sell merchandise on account to R. Draves for $1,900, invoice no. 512, and to S. Ingles $900, invoice no. 513.
Post all entries to the subsidiary ledgers.
12 Pay rent of $1,000 for January.
13 Receive payment in full from B. Remy and J. Fine.
15 Withdraw $800 cash by I. Packard for personal use.
16 Purchase merchandise on account from D. Moreno for $15,000, from S. Kosko for $13,900, and from S. Yost for $1,500.
17 Pay $400 cash for office supplies.
18 Return $200 of merchandise to S. Kosko and receive credit.
20 Summary cash sales total $17,500.
21 Issue $15,000 note to R. Mikush in payment of balance due.
21 Receive payment in full from S. Ingles.
Post all entries to the subsidiary ledgers.
22 Sell merchandise on account to B. Remy for $3,700, invoice no. 514, and to R. Draves for $800, invoice no. 515.
23 Send checks to D. Moreno and S. Kosko in full payment.
25 Sell merchandise on account to B. Hachinski for $3,500, invoice no. 516, and to J. Fine for $6,100, invoice no. 517.
27 Purchase merchandise on account from D. Moreno for $12,500, from D. Laux for $1,200, and from S. Yost for $2,800.
28 Pay $200 cash for office supplies.
31 Summary cash sales total $22,920.
31 Pay sales salaries of $4,300 and office salaries of $3,600.

Instructions

(a) Record the January transactions in the appropriate journal—sales, purchases, cash receipts, cash payments, and general.

(b) Post the journals to the general and subsidiary ledgers. Add and number new accounts in an orderly fashion as needed.

(c) Trial balance totals $196,820; Adj. T/B totals $196,975

(c) Prepare a trial balance at January 31, 2010, using a worksheet. Complete the worksheet using the following additional information.
(1) Office supplies at January 31 total $700.
(2) Insurance coverage expires on October 31, 2010.
(3) Annual depreciation on the equipment is $1,500.
(4) Interest of $30 has accrued on the note payable.
(5) Merchandise inventory at January 31 is $15,000.

(d) Net income $9,685 Total assets $126,315

(d) Prepare a multiple-step income statement and a statement of owner's equity for January and a classified balance sheet at the end of January.

(e) Prepare and post the adjusting and closing entries.

(f) Post-closing T/B totals $127,940

(f) Prepare a post-closing trial balance, and determine whether the subsidiary ledgers agree with the control accounts in the general ledger.

BROADENING YOUR PERSPECTIVE

FINANCIAL REPORTING AND ANALYSIS

Financial Reporting Problem—Mini Practice Set

BYP7-1 (You will need the working papers that accompany this textbook in order to work this mini practice set.)

Bluma Co. uses a perpetual inventory system and both an accounts receivable and an accounts payable subsidiary ledger. Balances related to both the general ledger and the subsidiary ledger for Bluma are indicated in the working papers. Presented below are a series of transactions for