

For a business that makes advance provision for uncollectible receivables

Journalize the entries to record the following:

- (1) Record the adjusting entry at December 31, the end of the fiscal year, to provide for doubtful accounts. The accounts receivable account has a balance of \$800,000, and the contra asset account before adjustment has a debit balance of \$600. Analysis of the receivables indicates doubtful accounts of \$20,000.
- (2) In March of the following fiscal year, the \$550 owed by Flake Co. on account is written off as uncollectible.
- (3) Eight months later, \$200 of the Flake Co. account is reinstated and payment of that amount is received.
- (4) In October, \$400 is received on the \$600 owed by Doe Co. and the remainder is written off as uncollectible.