

# CHAPTER 16 Special Journals: Sales and Cash Receipts

## Study Guide

### Section Assessment

**Section 1** *Read Section 1 on pages 453–460 and complete the following exercises on page 461.*

- Reinforce the Main Idea
- Math for Accounting
- Problem 16-1 *Posting Column Totals from the Sales Journal*
- Problem 16-2 *Analyzing a Source Document*

**Section 2** *Read Section 2 on pages 462–471 and complete the following exercises on page 472.*

- Reinforce the Main Idea
- Math for Accounting
- Problem 16-3 *Completing the Cash Receipts Journal*

### Chapter Assessment

**Summary** *Review the Chapter 16 Visual Summary on page 473 in your textbook.*

- Key Concepts

**Review and Activities** *Complete the following questions and exercises on page 474 in your textbook.*

- After You Read: Answering the Essential Question
- Vocabulary Check
- Concept Check

**Standardized Test Practice** *Complete the exercises on page 475 in your textbook.*

**Computerized Accounting** *Read the Computerized Accounting information on page 476 in your textbook.*

- Making the Transition from a Manual to a Computerized System
- Peachtree Q&A
- QuickBooks Q&A

**Problems** *Complete the following End-of-Chapter Problems for Chapter 16 in your textbook.*

- Problem 16-4 *Recording and Posting Sales Transactions*
- Problem 16-5 *Recording and Posting Cash Receipts*
- Problem 16-6 *Recording and Posting Sales and Cash Receipts*

**Challenge Problem**

**Real-World Applications and Connections**

*Complete the following applications on pages 480–481 in your textbook.*

- 21<sup>st</sup> Century Skills
- Career Wise
- Spotlight on Personal Finance
- H.O.T. Audit

## Working Papers for Section Problems

### Problem 16-1 Posting Column Totals from the Sales Journal

(textbook p. 461)

## SALES JOURNAL

PAGE 4

| DATE        | SALES SLIP NO. | CUSTOMER'S ACCOUNT DEBITED | POST. REF. | SALES CREDIT | SALES TAX PAYABLE CREDIT | ACCOUNTS RECEIVABLE DEBIT |
|-------------|----------------|----------------------------|------------|--------------|--------------------------|---------------------------|
| 1 20--      |                |                            |            |              |                          |                           |
| 2 Apr. 1 47 |                | Amy Anderson               | ✓          | 80000        | 4800                     | 84800                     |
| 31 30       |                | Totals                     |            | 1200000      | 72000                    | 1272000                   |
| 32          |                |                            |            |              |                          |                           |
| 33          |                |                            |            |              |                          |                           |

## GENERAL LEDGER

ACCOUNT Accounts ReceivableACCOUNT NO. 115

| DATE   | DESCRIPTION | POST. REF. | DEBIT | CREDIT | BALANCE |         |
|--------|-------------|------------|-------|--------|---------|---------|
|        |             |            |       |        | DEBIT   | CREDIT  |
| 20--   |             |            |       |        |         |         |
| Apr. 1 | Balance     | ✓          |       |        |         | 1500000 |
|        |             |            |       |        |         |         |
|        |             |            |       |        |         |         |

ACCOUNT Sales Tax PayableACCOUNT NO. 220

| DATE   | DESCRIPTION | POST. REF. | DEBIT | CREDIT | BALANCE |         |
|--------|-------------|------------|-------|--------|---------|---------|
|        |             |            |       |        | DEBIT   | CREDIT  |
| 20--   |             |            |       |        |         |         |
| Apr. 1 | Balance     | ✓          |       |        |         | 1300000 |
|        |             |            |       |        |         |         |
|        |             |            |       |        |         |         |

ACCOUNT SalesACCOUNT NO. 401

| DATE   | DESCRIPTION | POST. REF. | DEBIT | CREDIT | BALANCE |         |
|--------|-------------|------------|-------|--------|---------|---------|
|        |             |            |       |        | DEBIT   | CREDIT  |
| 20--   |             |            |       |        |         |         |
| Apr. 1 | Balance     | ✓          |       |        |         | 2500000 |
|        |             |            |       |        |         |         |
|        |             |            |       |        |         |         |

**Problem 16-2 Analyzing a Source Document** (textbook p. 461)

## SALES JOURNAL

PAGE \_\_\_\_\_

| DATE | SALES<br>SLIP<br>NO. | CUSTOMER'S ACCOUNT DEBITED | POST.<br>REF. | SALES<br>CREDIT | SALES TAX<br>PAYABLE<br>CREDIT | ACCOUNTS<br>RECEIVABLE<br>DEBIT |   |
|------|----------------------|----------------------------|---------------|-----------------|--------------------------------|---------------------------------|---|
| 1    |                      |                            |               |                 |                                |                                 | 1 |
| 2    |                      |                            |               |                 |                                |                                 | 2 |
| 3    |                      |                            |               |                 |                                |                                 | 3 |
| 4    |                      |                            |               |                 |                                |                                 | 4 |
| 5    |                      |                            |               |                 |                                |                                 | 5 |
| 6    |                      |                            |               |                 |                                |                                 | 6 |
| 7    |                      |                            |               |                 |                                |                                 | 7 |

Name M&M ConsultantsAddress 2816 Mt. Odin Drive, Williamsburg, VA 23185

| DATE   | DESCRIPTION    |  | POST.<br>REF. | DEBIT | CREDIT | BALANCE |  |
|--------|----------------|--|---------------|-------|--------|---------|--|
| 20--   |                |  |               |       |        |         |  |
| June 1 | <i>Balance</i> |  | ✓             |       |        | 30000   |  |

**Problem 16-3 Completing the Cash Receipts Journal** (textbook p. 472)

PAGE

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## CASH RECEIPTS JOURNAL

|    | DATE   | DOC. NO. | ACCOUNT NAME       | POST. REF. | GENERAL CREDIT | SALES CREDIT | SALES TAX PAYABLE CREDIT | ACCOUNTS RECEIVABLE CREDIT | SALES DISCOUNTS DEBIT | CASH IN BANK DEBIT |
|----|--------|----------|--------------------|------------|----------------|--------------|--------------------------|----------------------------|-----------------------|--------------------|
| 1  | 20—    |          |                    |            |                |              |                          |                            |                       | 1                  |
| 2  | Jan. 3 | R502     | Jennifer Smith     | ✓          |                |              |                          | 8000                       |                       | 8000 2             |
| 3  | 5      | R503     | Wilton High School | ✓          |                |              |                          | 310000                     | 6200                  | 303800 3           |
| 4  | 8      | R504     | Store Equipment    | 155        | 7500           |              |                          |                            |                       | 7500 4             |
| 5  | 15     | T42      | Cash Sales         | —          |                | 500000       | 30000                    |                            |                       | 530000 5           |
| 6  | 15     | T42      | Bankcard Sales     | —          |                | 120000       | 7200                     |                            |                       | 127200 6           |
| 7  | 20     | R505     | Norwin High School | ✓          |                |              |                          | 240000                     | 4800                  | 235200 7           |
| 8  | 30     | R506     | Supplies           | 115        | 3000           |              |                          |                            | 3000                  | 3000 8             |
| 9  |        |          |                    |            |                |              |                          |                            |                       | 9                  |
| 10 |        |          |                    |            |                |              |                          |                            |                       | 10                 |
| 11 |        |          |                    |            |                |              |                          |                            |                       | 11                 |
| 12 |        |          |                    |            |                |              |                          |                            |                       | 12                 |
| 13 |        |          |                    |            |                |              |                          |                            |                       | 13                 |
| 14 |        |          |                    |            |                |              |                          |                            |                       | 14                 |
| 15 |        |          |                    |            |                |              |                          |                            |                       | 15                 |
| 16 |        |          |                    |            |                |              |                          |                            |                       | 16                 |
| 17 |        |          |                    |            |                |              |                          |                            |                       | 17                 |
| 18 |        |          |                    |            |                |              |                          |                            |                       | 18                 |
| 19 |        |          |                    |            |                |              |                          |                            |                       | 19                 |
| 20 |        |          |                    |            |                |              |                          |                            |                       | 20                 |
| 21 |        |          |                    |            |                |              |                          |                            |                       | 21                 |
| 22 |        |          |                    |            |                |              |                          |                            |                       | 22                 |
| 23 |        |          |                    |            |                |              |                          |                            |                       | 23                 |
| 24 |        |          |                    |            |                |              |                          |                            |                       | 24                 |
| 25 |        |          |                    |            |                |              |                          |                            |                       | 25                 |
| 26 |        |          |                    |            |                |              |                          |                            |                       | 26                 |

## Working Papers for End-of-Chapter Problems

### Problem 16-4 Recording and Posting Sales Transactions

(textbook p. 477)

(1), (3)

#### SALES JOURNAL

PAGE \_\_\_\_\_

|    | DATE | SALES<br>SLIP<br>NO. | CUSTOMER'S ACCOUNT DEBITED | POST.<br>REF. | SALES<br>CREDIT | SALES TAX<br>PAYABLE<br>CREDIT | ACCOUNTS<br>RECEIVABLE<br>DEBIT |    |
|----|------|----------------------|----------------------------|---------------|-----------------|--------------------------------|---------------------------------|----|
| 1  |      |                      |                            |               |                 |                                |                                 | 1  |
| 2  |      |                      |                            |               |                 |                                |                                 | 2  |
| 3  |      |                      |                            |               |                 |                                |                                 | 3  |
| 4  |      |                      |                            |               |                 |                                |                                 | 4  |
| 5  |      |                      |                            |               |                 |                                |                                 | 5  |
| 6  |      |                      |                            |               |                 |                                |                                 | 6  |
| 7  |      |                      |                            |               |                 |                                |                                 | 7  |
| 8  |      |                      |                            |               |                 |                                |                                 | 8  |
| 9  |      |                      |                            |               |                 |                                |                                 | 9  |
| 10 |      |                      |                            |               |                 |                                |                                 | 10 |
| 11 |      |                      |                            |               |                 |                                |                                 | 11 |
| 12 |      |                      |                            |               |                 |                                |                                 | 12 |
| 13 |      |                      |                            |               |                 |                                |                                 | 13 |
| 14 |      |                      |                            |               |                 |                                |                                 | 14 |
| 15 |      |                      |                            |               |                 |                                |                                 | 15 |
| 16 |      |                      |                            |               |                 |                                |                                 | 16 |
| 17 |      |                      |                            |               |                 |                                |                                 | 17 |
| 18 |      |                      |                            |               |                 |                                |                                 | 18 |
| 19 |      |                      |                            |               |                 |                                |                                 | 19 |
| 20 |      |                      |                            |               |                 |                                |                                 | 20 |
| 21 |      |                      |                            |               |                 |                                |                                 | 21 |
| 22 |      |                      |                            |               |                 |                                |                                 | 22 |
| 23 |      |                      |                            |               |                 |                                |                                 | 23 |
| 24 |      |                      |                            |               |                 |                                |                                 | 24 |
| 25 |      |                      |                            |               |                 |                                |                                 | 25 |
| 26 |      |                      |                            |               |                 |                                |                                 | 26 |
| 27 |      |                      |                            |               |                 |                                |                                 | 27 |
| 28 |      |                      |                            |               |                 |                                |                                 | 28 |
| 29 |      |                      |                            |               |                 |                                |                                 | 29 |
| 30 |      |                      |                            |               |                 |                                |                                 | 30 |
| 31 |      |                      |                            |               |                 |                                |                                 | 31 |
| 32 |      |                      |                            |               |                 |                                |                                 | 32 |
| 33 |      |                      |                            |               |                 |                                |                                 | 33 |

**Problem 16-4** (continued)

(1)

## CASH RECEIPTS JOURNAL

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| DATE | DOC. NO. | ACCOUNT NAME | POST. REF. | GENERAL CREDIT | SALES CREDIT | SALES TAX PAYABLE CREDIT | ACCOUNTS RECEIVABLE CREDIT | SALES DISCOUNTS DEBIT | CASH IN BANK DEBIT | PAGE |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
|------|----------|--------------|------------|----------------|--------------|--------------------------|----------------------------|-----------------------|--------------------|------|---|---|---|---|---|---|---|---|----|----|----|----|----|----|----|--|
|      |          |              |            |                |              |                          |                            |                       |                    | 1    | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 | 16 |  |
| 1    |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 2    |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 3    |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 4    |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 5    |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 6    |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 7    |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 8    |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 9    |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 10   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 11   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 12   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 13   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 14   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 15   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 16   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 17   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 18   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 19   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 20   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 21   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 22   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 23   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 24   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |
| 25   |          |              |            |                |              |                          |                            |                       |                    |      |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |  |

**Problem 16-4** (continued)

(2)

## ACCOUNTS RECEIVABLE SUBSIDIARY LEDGER

Name FastForward ProductionsAddress 3 Oakhill Mall, Decatur, AL 35601

| DATE | DESCRIPTION | POST.<br>REF. | DEBIT | CREDIT | BALANCE |
|------|-------------|---------------|-------|--------|---------|
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |

Name Yoko NakataAddress 19 Hawthorne Street, Tuscaloosa, AL 35401

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT | CREDIT | BALANCE |
|-------|----------------|---------------|-------|--------|---------|
| 20--  |                |               |       |        |         |
| May 1 | <i>Balance</i> | ✓             |       |        | 60000   |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |

Name Heather SullivanAddress 835 Aspen Lane, Huntsville, AL 35801

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT | CREDIT | BALANCE |
|-------|----------------|---------------|-------|--------|---------|
| 20--  |                |               |       |        |         |
| May 1 | <i>Balance</i> | ✓             |       |        | 5000    |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |

**Problem 16-4** (concluded)**(4)**

## GENERAL LEDGER

ACCOUNT *Cash in Bank*ACCOUNT NO. **101**

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT |        | CREDIT |        | BALANCE |        |
|-------|----------------|---------------|-------|--------|--------|--------|---------|--------|
|       |                |               | DEBIT | CREDIT | DEBIT  | CREDIT | DEBIT   | CREDIT |
| 20--  |                |               |       |        |        |        |         |        |
| May 1 | <i>Balance</i> | ✓             |       |        |        |        | 500000  |        |

ACCOUNT *Accounts Receivable*ACCOUNT NO. **115**

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT |        | CREDIT |        | BALANCE |        |
|-------|----------------|---------------|-------|--------|--------|--------|---------|--------|
|       |                |               | DEBIT | CREDIT | DEBIT  | CREDIT | DEBIT   | CREDIT |
| 20--  |                |               |       |        |        |        |         |        |
| May 1 | <i>Balance</i> | ✓             |       |        |        |        | 65000   |        |

ACCOUNT *Sales Tax Payable*ACCOUNT NO. **215**

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT |        | CREDIT |        | BALANCE |        |
|-------|----------------|---------------|-------|--------|--------|--------|---------|--------|
|       |                |               | DEBIT | CREDIT | DEBIT  | CREDIT | DEBIT   | CREDIT |
| 20--  |                |               |       |        |        |        |         |        |
| May 1 | <i>Balance</i> | ✓             |       |        |        |        | 120000  |        |

ACCOUNT *Sales*ACCOUNT NO. **401**

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT |        | CREDIT |        | BALANCE |        |
|-------|----------------|---------------|-------|--------|--------|--------|---------|--------|
|       |                |               | DEBIT | CREDIT | DEBIT  | CREDIT | DEBIT   | CREDIT |
| 20--  |                |               |       |        |        |        |         |        |
| May 1 | <i>Balance</i> | ✓             |       |        |        |        | 3000000 |        |

**(5)**

|  |  |  |  |  |  |  |  |  |
|--|--|--|--|--|--|--|--|--|
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |

Analyze: \_\_\_\_\_

**Problem 16-5 Recording and Posting Cash Receipts** (textbook p. 477)

PAGE \_\_\_\_\_

## CASH RECEIPTS JOURNAL

| DATE | DOC. NO. | ACCOUNT NAME | POST. REF. | GENERAL CREDIT | SALES CREDIT | SALES TAX PAYABLE CREDIT | ACCOUNTS RECEIVABLE CREDIT | SALES DISCOUNTS DEBIT | CASH IN BANK DEBIT | PAGE _____ |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
|------|----------|--------------|------------|----------------|--------------|--------------------------|----------------------------|-----------------------|--------------------|------------|---|---|---|---|---|---|---|---|----|----|----|----|----|----|----|----|----|----|----|----|----|
|      |          |              |            |                |              |                          |                            |                       |                    | 1          | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
| 1    |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 2    |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 3    |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 4    |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 5    |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 6    |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 7    |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 8    |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 9    |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 10   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 11   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 12   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 13   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 14   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 15   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 16   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 17   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 18   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 19   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 20   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 21   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 22   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 23   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 24   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 25   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |
| 26   |          |              |            |                |              |                          |                            |                       |                    |            |   |   |   |   |   |   |   |   |    |    |    |    |    |    |    |    |    |    |    |    |    |

**Problem 16-5** (continued)

## GENERAL LEDGER

ACCOUNT *Cash in Bank*ACCOUNT NO. **101**

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT |        | CREDIT |        | BALANCE |        |
|-------|----------------|---------------|-------|--------|--------|--------|---------|--------|
|       |                |               | DEBIT | CREDIT | DEBIT  | CREDIT | DEBIT   | CREDIT |
| 20--  |                |               |       |        |        |        |         |        |
| May 1 | <i>Balance</i> | ✓             |       |        |        |        | 750000  |        |

ACCOUNT *Accounts Receivable*ACCOUNT NO. **115**

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT |        | CREDIT |        | BALANCE |        |
|-------|----------------|---------------|-------|--------|--------|--------|---------|--------|
|       |                |               | DEBIT | CREDIT | DEBIT  | CREDIT | DEBIT   | CREDIT |
| 20--  |                |               |       |        |        |        |         |        |
| May 1 | <i>Balance</i> | ✓             |       |        |        |        | 690000  |        |

ACCOUNT *Store Equipment*ACCOUNT NO. **150**

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT |        | CREDIT |        | BALANCE |        |
|-------|----------------|---------------|-------|--------|--------|--------|---------|--------|
|       |                |               | DEBIT | CREDIT | DEBIT  | CREDIT | DEBIT   | CREDIT |
| 20--  |                |               |       |        |        |        |         |        |
| May 1 | <i>Balance</i> | ✓             |       |        |        |        | 300000  |        |

ACCOUNT *Sales Tax Payable*ACCOUNT NO. **215**

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT |        | CREDIT |        | BALANCE |        |
|-------|----------------|---------------|-------|--------|--------|--------|---------|--------|
|       |                |               | DEBIT | CREDIT | DEBIT  | CREDIT | DEBIT   | CREDIT |
| 20--  |                |               |       |        |        |        |         |        |
| May 1 | <i>Balance</i> | ✓             |       |        |        |        | 25000   |        |

ACCOUNT *Sales*ACCOUNT NO. **401**

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT |        | CREDIT |        | BALANCE |        |
|-------|----------------|---------------|-------|--------|--------|--------|---------|--------|
|       |                |               | DEBIT | CREDIT | DEBIT  | CREDIT | DEBIT   | CREDIT |
| 20--  |                |               |       |        |        |        |         |        |
| May 1 | <i>Balance</i> | ✓             |       |        |        |        | 4000000 |        |

ACCOUNT *Sales Discounts*ACCOUNT NO. **405**

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT |        | CREDIT |        | BALANCE |        |
|-------|----------------|---------------|-------|--------|--------|--------|---------|--------|
|       |                |               | DEBIT | CREDIT | DEBIT  | CREDIT | DEBIT   | CREDIT |
| 20--  |                |               |       |        |        |        |         |        |
| May 1 | <i>Balance</i> | ✓             |       |        |        |        | 120000  |        |

**Problem 16-5** (continued)

## ACCOUNTS RECEIVABLE SUBSIDIARY LEDGER

Name Adventure River ToursAddress Box 101, Jackson, WY 83001

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT | CREDIT | BALANCE |
|-------|----------------|---------------|-------|--------|---------|
| 20--  |                |               |       |        |         |
| May 1 | <i>Balance</i> | ✓             |       |        | 300000  |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |

Name Paul DrakeAddress 125 Rodeo Road, Cody, WY 82414

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT | CREDIT | BALANCE |
|-------|----------------|---------------|-------|--------|---------|
| 20--  |                |               |       |        |         |
| May 1 | <i>Balance</i> | ✓             |       |        | 80000   |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |

Name Celeste EverettAddress 1824 Grays Gable, Laramie, WY 82070

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT | CREDIT | BALANCE |
|-------|----------------|---------------|-------|--------|---------|
| 20--  |                |               |       |        |         |
| May 1 | <i>Balance</i> | ✓             |       |        | 40000   |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |

Name Isabel RodriguezAddress 626 Buffalo Road, Cheyenne, WY 82001

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT | CREDIT | BALANCE |
|-------|----------------|---------------|-------|--------|---------|
| 20--  |                |               |       |        |         |
| May 1 | <i>Balance</i> | ✓             |       |        | 20000   |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |

**Problem 16-5** (concluded)

## ACCOUNTS RECEIVABLE SUBSIDIARY LEDGER

Name *Wildwood Resorts*

*Address 601 Ponderosa Trail, Moose, WY 83012*

| DATE  | DESCRIPTION | POST-<br>REF. | DEBIT | CREDIT | BALANCE |
|-------|-------------|---------------|-------|--------|---------|
| 20--  |             |               |       |        |         |
| May 1 | Balance     | ✓             |       |        | 250 000 |

### Analyze:

## Problem 16-6 Recording and Posting Sales and Cash Receipts (textbook p. 478)

**Instructions:** Use the following source documents to record the transactions for this problem.

**BUZZ**  
NEWSSTAND  
Union Terminal Building, #101  
Tacoma, WA 98402

DATE: May 1, 20-- NO. 170

|          |   |            |            |
|----------|---|------------|------------|
| SOLD TO  | Ilya Bodonski<br>20 Maplewood Terrace<br>Lakewood, WA 98259 |            |            |
| CLERK BA | CASH  | CHARGE ✓   | TERMS n/30 |
| QTY.     | DESCRIPTION   | UNIT PRICE | AMOUNT     |
| 2 cs     | Magazines   | 100/cs     | 200.00     |
| 10       | Entertainment software                                      | 10.00      | 100.00     |
|          |   | SUBTOTAL   | 300.00     |
|          |   | SALES TAX  | 18.00      |
|          |   | TOTAL      | 318.00     |

Thank You!

**BUZZ**  
NEWSSTAND  
Union Terminal Building, #101  
Tacoma, WA 98402

RECEIPT  
No. 147

May 7 20--

RECEIVED FROM Rothwell Management Inc. \$ 294.00  
Two hundred ninety-four and 00/100 DOLLARS  
FOR on account (300 less 2% discount)

RECEIVED BY Kathy Harper

**BUZZ**  
NEWSSTAND  
Union Terminal Building, #101  
Tacoma, WA 98402

DATE: April 30, 20-- NO. 162

|          |  |            |                  |
|----------|--|------------|------------------|
| SOLD TO  | Rothwell Management Inc.<br>16 University Place<br>Vancouver, WA 98661 |            |                  |
| CLERK BA | CASH   | CHARGE ✓   | TERMS 2/10, n/30 |
| QTY.     | DESCRIPTION  | UNIT PRICE | AMOUNT           |
| 2 cs     | Magazines  | 100/cs     | 200.00           |
| 75       | Daily newspapers   | 1.00       | 75.00            |
| 1 bx     | Pocket combs   | 8.02       | 8.02             |
|          |  | SUBTOTAL   | 283.02           |
|          |  | SALES TAX  | 16.98            |
|          |  | TOTAL      | 300.00           |

COPY  
Thank You!

**BUZZ**  
NEWSSTAND  
Union Terminal Building, #101  
Tacoma, WA 98402

RECEIPT  
No. 145

May 3 20--

RECEIVED FROM Katz Properties \$ 490.00  
Four hundred ninety and 00/100 DOLLARS  
FOR on account (500.00 less 2% discount)

RECEIVED BY Kathy Harper

**BUZZ**  
NEWSSTAND  
Union Terminal Building, #101  
Tacoma, WA 98402

DATE: April 26, 20-- NO. 159

|          |   |            |                  |
|----------|---|------------|------------------|
| SOLD TO  | Katz Properties<br>103 Prospect Point<br>Bellevue, WA 98009 |            |                  |
| CLERK BA | CASH  | CHARGE ✓   | TERMS 2/10, n/30 |
| QTY.     | DESCRIPTION   | UNIT PRICE | AMOUNT           |
| 4 cs     | Magazines   | 100/cs     | 400.00           |
| 2        | Desk lamps  | 35.85      | 71.70            |
|          |   | SUBTOTAL   | 471.70           |
|          |   | SALES TAX  | 28.30            |
|          |   | TOTAL      | 500.00           |

COPY  
Thank You!

**BUZZ**  
NEWSSTAND  
Union Terminal Building, #101  
Tacoma, WA 98402

DATE: May 9, 20-- NO. 171

|          |  |            |            |
|----------|--|------------|------------|
| SOLD TO  | Saba Nadal<br>943 Peachtree Drive<br>Spokane, WA 99210 |            |            |
| CLERK BA | CASH   | CHARGE ✓   | TERMS n/30 |
| QTY.     | DESCRIPTION  | UNIT PRICE | AMOUNT     |
| 25       | Paperback books  | 4.00       | 100.00     |
|          |  | SUBTOTAL   | 100.00     |
|          |  | SALES TAX  | 6.00       |
|          |  | TOTAL      | 106.00     |

Thank You!

**BUZZ**  
NEWSSTAND  
Union Terminal Building, #101  
Tacoma, WA 98402

DATE: May 10, 20-- NO. 172

|          |   |            |                  |
|----------|---|------------|------------------|
| SOLD TO  | Java Shops, Inc.<br>449 Country Place<br>Auburn, WA 98002 |            |                  |
| CLERK BA | CASH  | CHARGE ✓   | TERMS 2/10, n/30 |
| QTY.     | DESCRIPTION   | UNIT PRICE | AMOUNT           |
| 3 cs     | Magazines   | 100/cs     | 300.00           |
| 12       | Hardcover books   | 25.00      | 300.00           |
|          |   | SUBTOTAL   | 600.00           |
|          |   | SALES TAX  | 36.00            |
|          |   | TOTAL      | 636.00           |

Thank You!

**BUZZ**  
NEWSSTAND  
Union Terminal Building, #101  
Tacoma, WA 98402

RECEIPT  
No. 146

May 5 20--

RECEIVED FROM Straka Stores \$ 60.00  
Sixty and 00/100 DOLLARS  
FOR supplies

RECEIVED BY Kathy Harper

**Problem 16-6** (continued)

**BUZZ**  
NEWSSTAND  
Union Terminal Building, #101  
Tacoma, WA 98402

DATE: May 12, 20 NO. 173

|                   |  |  |                   |
|-------------------|--|--|-------------------|
| SOLD TO           | <i>Lee Adkins<br/>720 Dogwood Lane<br/>Seattle, WA 98101</i> |  |                   |
| CLERK BA          | CASH   | CHARGE <input checked="" type="checkbox"/> | TERMS <i>n/30</i> |
| QTY.              | DESCRIPTION  | UNIT PRICE                                 | AMOUNT            |
| 1/2 cs            | Magazines  | 100/cs                                     | 50.00             |
|                   |  |  |                   |
|                   |  |  |                   |
|                   |  |  |                   |
|                   |  |  |                   |
|                   | SUBTOTAL   | 50.00                                      |                   |
|                   | SALES TAX  | 3.00                                       |                   |
|                   | TOTAL  | 53.00                                      |                   |
| <i>Thank You!</i> |  |  |                   |

**BUZZ**  
NEWSSTAND  
Union Terminal Building, #101  
Tacoma, WA 98402

DATE: May 18, 20 NO. 174

|                   |  |  |                         |
|-------------------|--|--|-------------------------|
| SOLD TO           | <i>Katz Properties<br/>103 Prospect Point<br/>Bellevue, WA 98009</i> |  |                         |
| CLERK BA          | CASH   | CHARGE <input checked="" type="checkbox"/> | TERMS <i>2/10, n/30</i> |
| QTY.              | DESCRIPTION  | UNIT PRICE                                 | AMOUNT                  |
| 32                | Hardcover books  | 25.00                                      | 800.00                  |
| 200               | Daily newspapers   | 1.00                                       | 200.00                  |
|                   |  |  |                         |
|                   |  |  |                         |
|                   |  |  |                         |
|                   | SUBTOTAL   | 1,000.00                                   |                         |
|                   | SALES TAX  | 60.00                                      |                         |
|                   | TOTAL  | 1,060.00                                   |                         |
| <i>Thank You!</i> |  |  |                         |

**BUZZ**  
NEWSSTAND  
Union Terminal Building, #101  
Tacoma, WA 98402

RECEIPT  
No. 148

May 15 20--

RECEIVED FROM Rolling Hills Pharmacies \$ 196.00  
One hundred ninety-six and 00/100 DOLLARS  
FOR on account (\$200.00 less 2% discount)

RECEIVED BY Kathy Harper

**BUZZ**  
NEWSSTAND  
Union Terminal Building, #101  
Tacoma, WA 98402

RECEIPT  
No. 149

May 20 20--

RECEIVED FROM Ilya Bodonski \$ 100.00  
One hundred and 00/100 DOLLARS  
FOR on account

RECEIVED BY Kathy Harper

May 15  
Tape 33

|          |    |
|----------|----|
| 2,400.00 | CA |
| 144.00   | ST |

May 15  
Tape 33

|          |     |
|----------|-----|
| 2,000.00 | BCS |
| 120.00   | ST  |

**BUZZ**  
NEWSSTAND  
Union Terminal Building, #101  
Tacoma, WA 98402

DATE: May 22, 20 NO. 175

|                   |   |  |                         |
|-------------------|---|--|-------------------------|
| SOLD TO           | <i>Rothwell Management Inc.<br/>16 University Place<br/>Vancouver, WA 98661</i> |  |                         |
| CLERK BA          | CASH  | CHARGE <input checked="" type="checkbox"/> | TERMS <i>2/10, n/30</i> |
| QTY.              | DESCRIPTION   | UNIT PRICE                                 | AMOUNT                  |
| 4 cs              | Magazines   | 100/cs                                     | 400.00                  |
| 200               | Daily newspapers  | 1.00                                       | 200.00                  |
| 5                 | Travel planning software  | 40.00                                      | 200.00                  |
|                   |   |  |                         |
|                   |   |  |                         |
|                   |   |  |                         |
|                   | SUBTOTAL  | 800.00                                     |                         |
|                   | SALES TAX   | 48.00                                      |                         |
|                   | TOTAL   | 848.00                                     |                         |
| <i>Thank You!</i> |   |  |                         |

**Problem 16-6** (continued)

|   |                |
|---|----------------|
|  <b>BUZZ</b><br>NEWSSTAND<br>Union Terminal Building, #101<br>Tacoma, WA 98402     | <b>RECEIPT</b> |
|   | No. 150        |
| <u>May 23</u> 20 --<br><hr/> RECEIVED FROM <u>Lee Adkins</u> \$ <u>53.00</u><br><hr/> Fifty-three and <u>00</u> / <u>100</u> DOLLARS<br><hr/> FOR <u>on account</u> |                |
| RECEIVED BY <u>Kathy Harper</u>   |                |

|   |                |
|---|----------------|
|  <b>BUZZ</b><br>NEWSSTAND<br>Union Terminal Building, #101<br>Tacoma, WA 98402 | <b>RECEIPT</b> |
|   | No. 153        |
| <u>May 28</u> <u>20 --</u>  |                |
| RECEIVED FROM <u>Brown's Books and More</u> \$ <u>75.00</u>   |                |
| <u>Seventy-five and 00/100</u> DOLLARS  |                |
| FOR <u>used store equipment</u>   |                |
| RECEIVED BY <u>Kathy Harper</u>   |                |

|   |   |                           |
|---|---|---------------------------|
|  | <b>BUZZ</b><br>NEWSSTAND<br>Union Terminal Building, #101<br>Tacoma, WA 98402 | <b>RECEIPT</b><br>No. 151 |
|   |   | <u>May 24</u> 20 --       |
| RECEIVED FROM   | <u>Saba Nadal</u>   | \$ <u>106.00</u>          |
| <u>One hundred six and 00/100</u>   |   | DOLLARS                   |
| FOR   | <u>on account</u>   |                           |
| RECEIVED BY <u>Kathy Harper</u>   |   |                           |

May 30  
Tape 34

|   |                  |
|---|------------------|
|  <b>BZZZ</b><br>NEWSSTAND<br>Union Terminal Building, #101<br>Tacoma, WA 98402 | <b>RECEIPT</b>   |
|   | No. 152          |
| <u>May 26</u> 20 --<br><hr/>  |                  |
| RECEIVED FROM <u>Java Shops, Inc.</u>   | <u>\$ 200.00</u> |
| <u>Two hundred and 00/100</u> DOLLARS   |                  |
| FOR <u>on account</u>   |                  |
| RECEIVED BY <u>Kathy Harper</u>   |                  |

May 30  
Tape 34

**Problem 16-6 Recording and Posting Sales and Cash Receipts**

(1), (4)

## SALES JOURNAL

PAGE \_\_\_\_\_

|    | DATE | SALES<br>SLIP<br>NO. | CUSTOMER'S ACCOUNT DEBITED | POST.<br>REF. | SALES<br>CREDIT | SALES TAX<br>PAYABLE<br>CREDIT | ACCOUNTS<br>RECEIVABLE<br>DEBIT |    |
|----|------|----------------------|----------------------------|---------------|-----------------|--------------------------------|---------------------------------|----|
| 1  |      |                      |                            |               |                 |                                |                                 | 1  |
| 2  |      |                      |                            |               |                 |                                |                                 | 2  |
| 3  |      |                      |                            |               |                 |                                |                                 | 3  |
| 4  |      |                      |                            |               |                 |                                |                                 | 4  |
| 5  |      |                      |                            |               |                 |                                |                                 | 5  |
| 6  |      |                      |                            |               |                 |                                |                                 | 6  |
| 7  |      |                      |                            |               |                 |                                |                                 | 7  |
| 8  |      |                      |                            |               |                 |                                |                                 | 8  |
| 9  |      |                      |                            |               |                 |                                |                                 | 9  |
| 10 |      |                      |                            |               |                 |                                |                                 | 10 |
| 11 |      |                      |                            |               |                 |                                |                                 | 11 |
| 12 |      |                      |                            |               |                 |                                |                                 | 12 |
| 13 |      |                      |                            |               |                 |                                |                                 | 13 |
| 14 |      |                      |                            |               |                 |                                |                                 | 14 |
| 15 |      |                      |                            |               |                 |                                |                                 | 15 |
| 16 |      |                      |                            |               |                 |                                |                                 | 16 |
| 17 |      |                      |                            |               |                 |                                |                                 | 17 |
| 18 |      |                      |                            |               |                 |                                |                                 | 18 |
| 19 |      |                      |                            |               |                 |                                |                                 | 19 |
| 20 |      |                      |                            |               |                 |                                |                                 | 20 |
| 21 |      |                      |                            |               |                 |                                |                                 | 21 |
| 22 |      |                      |                            |               |                 |                                |                                 | 22 |
| 23 |      |                      |                            |               |                 |                                |                                 | 23 |
| 24 |      |                      |                            |               |                 |                                |                                 | 24 |
| 25 |      |                      |                            |               |                 |                                |                                 | 25 |
| 26 |      |                      |                            |               |                 |                                |                                 | 26 |
| 27 |      |                      |                            |               |                 |                                |                                 | 27 |
| 28 |      |                      |                            |               |                 |                                |                                 | 28 |
| 29 |      |                      |                            |               |                 |                                |                                 | 29 |
| 30 |      |                      |                            |               |                 |                                |                                 | 30 |
| 31 |      |                      |                            |               |                 |                                |                                 | 31 |
| 32 |      |                      |                            |               |                 |                                |                                 | 32 |
| 33 |      |                      |                            |               |                 |                                |                                 | 33 |

**Problem 16-6** (continued)

## CASH RECEIPTS JOURNAL

PAGE \_\_\_\_\_

| DATE | DOC. NO. | ACCOUNT NAME | POST. REF. | GENERAL CREDIT | SALES CREDIT | SALES TAX PAYABLE CREDIT | ACCOUNTS RECEIVABLE CREDIT | SALES DISCOUNTS DEBIT | CASH IN BANK DEBIT |
|------|----------|--------------|------------|----------------|--------------|--------------------------|----------------------------|-----------------------|--------------------|
| 1    |          |              |            |                |              |                          |                            |                       | 1                  |
| 2    |          |              |            |                |              |                          |                            |                       | 2                  |
| 3    |          |              |            |                |              |                          |                            |                       | 3                  |
| 4    |          |              |            |                |              |                          |                            |                       | 4                  |
| 5    |          |              |            |                |              |                          |                            |                       | 5                  |
| 6    |          |              |            |                |              |                          |                            |                       | 6                  |
| 7    |          |              |            |                |              |                          |                            |                       | 7                  |
| 8    |          |              |            |                |              |                          |                            |                       | 8                  |
| 9    |          |              |            |                |              |                          |                            |                       | 9                  |
| 10   |          |              |            |                |              |                          |                            |                       | 10                 |
| 11   |          |              |            |                |              |                          |                            |                       | 11                 |
| 12   |          |              |            |                |              |                          |                            |                       | 12                 |
| 13   |          |              |            |                |              |                          |                            |                       | 13                 |
| 14   |          |              |            |                |              |                          |                            |                       | 14                 |
| 15   |          |              |            |                |              |                          |                            |                       | 15                 |
| 16   |          |              |            |                |              |                          |                            |                       | 16                 |
| 17   |          |              |            |                |              |                          |                            |                       | 17                 |
| 18   |          |              |            |                |              |                          |                            |                       | 18                 |
| 19   |          |              |            |                |              |                          |                            |                       | 19                 |
| 20   |          |              |            |                |              |                          |                            |                       | 20                 |
| 21   |          |              |            |                |              |                          |                            |                       | 21                 |
| 22   |          |              |            |                |              |                          |                            |                       | 22                 |
| 23   |          |              |            |                |              |                          |                            |                       | 23                 |
| 24   |          |              |            |                |              |                          |                            |                       | 24                 |
| 25   |          |              |            |                |              |                          |                            |                       | 25                 |
| 26   |          |              |            |                |              |                          |                            |                       | 26                 |

**Problem 16-6** (continued)**(2)**

## ACCOUNTS RECEIVABLE SUBSIDIARY LEDGER

Name Lee AdkinsAddress 720 Dogwood Lane, Seattle, WA 98101

| DATE | DESCRIPTION | POST.<br>REF. | DEBIT | CREDIT | BALANCE |
|------|-------------|---------------|-------|--------|---------|
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |

Name Ilya BodonskiAddress 20 Maplewood Terrace, Lakewood, WA 98259

| DATE | DESCRIPTION | POST.<br>REF. | DEBIT | CREDIT | BALANCE |
|------|-------------|---------------|-------|--------|---------|
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |

Name Java Shops Inc.Address 449 Country Place, Auburn, WA 98002

| DATE | DESCRIPTION | POST.<br>REF. | DEBIT | CREDIT | BALANCE |
|------|-------------|---------------|-------|--------|---------|
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |
|      |             |               |       |        |         |

Name Katz PropertiesAddress 103 Prospect Point, Bellevue, WA 98009

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT | CREDIT | BALANCE |
|-------|----------------|---------------|-------|--------|---------|
| 20--  |                |               |       |        |         |
| May 1 | <i>Balance</i> | ✓             |       |        | 50000   |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |
|       |                |               |       |        |         |

### Problem 16-6 (continued)

Name *Saba Nadal*

*Address* 943 Peachtree Drive, Spokane, WA 99210

Name **Rolling Hills Pharmacies**

*Address 16 Meadow Lane, Tacoma, WA 98402*

Name **Rothwell Management Inc.**

Address 16 University Place, Vancouver, WA 98661

**Problem 16-6** (continued)

## GENERAL LEDGER

**ACCOUNT** *Cash in Bank*

ACCOUNT NO. 101

| DATE  | DESCRIPTION | POST.<br>REF. | DEBIT | CREDIT | BALANCE |        |
|-------|-------------|---------------|-------|--------|---------|--------|
|       |             |               |       |        | DEBIT   | CREDIT |
| 20--  |             |               |       |        |         |        |
| May 1 | Balance     | ✓             |       |        | 500000  |        |

**ACCOUNT** *Accounts Receivable*

ACCOUNT NO. 115

| DATE  | DESCRIPTION | POST.<br>REF. | DEBIT | CREDIT | BALANCE |        |
|-------|-------------|---------------|-------|--------|---------|--------|
|       |             |               |       |        | DEBIT   | CREDIT |
| 20--  |             |               |       |        |         |        |
| May 1 | Balance     | ✓             |       |        | 100000  |        |

ACCOUNT *Supplies*

ACCOUNT NO. 135

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT | CREDIT | BALANCE |        |
|-------|----------------|---------------|-------|--------|---------|--------|
|       |                |               |       |        | DEBIT   | CREDIT |
| 20--  |                |               |       |        |         |        |
| May 1 | <i>Balance</i> | ✓             |       |        | 300 00  |        |

**ACCOUNT** *Store Equipment*

ACCOUNT NO. 150

| DATE  | DESCRIPTION | POST.<br>REF. | DEBIT | CREDIT | BALANCE |        |
|-------|-------------|---------------|-------|--------|---------|--------|
|       |             |               |       |        | DEBIT   | CREDIT |
| 20--  |             |               |       |        |         |        |
| May 1 | Balance     | ✓             |       |        | 400000  |        |

**ACCOUNT** *Sales Tax Payable*

ACCOUNT NO. 215

| DATE  | DESCRIPTION | POST.<br>REF. | DEBIT | CREDIT | BALANCE |        |
|-------|-------------|---------------|-------|--------|---------|--------|
|       |             |               |       |        | DEBIT   | CREDIT |
| 20--  |             |               |       |        |         |        |
| May 1 | Balance     | ✓             |       |        |         | 40000  |

**Problem 16-6** (concluded)

**ACCOUNT** *Sales*

ACCOUNT NO. 401

## ACCOUNT *Sales Discounts*

ACCOUNT NO. 405

| DATE  | DESCRIPTION    | POST.<br>REF. | DEBIT | CREDIT | BALANCE |        |
|-------|----------------|---------------|-------|--------|---------|--------|
|       |                |               |       |        | DEBIT   | CREDIT |
| 20--  |                |               |       |        |         |        |
| May 1 | <i>Balance</i> | ✓             |       |        | 50000   |        |

(7)

## Notes