Problems

SMART GUIDE

Step–by–Step Instructions: Problem 15–7

1. Select the problem set for Shutterbug Cameras (Prob. 15–7).
2. Rename the company and set the system date.
3. Enter all of the purchases on account transactions using the **Purchases/Receive Inventory** option in the *Tasks* menu.
4. Process all debit memorandums using the **Vendor Credit Memos** option in the *Tasks* menu.
5. Print a Purchases Journal report and a Vendor Ledgers report.
6. Proof your work.
7. Print a general ledger report to complete the Analyze activity.
8. End the session.

QuickBooks

PROBLEM GUIDE

Step–by–Step Instructions: Problem 15–7

1. Restore the Problem 15-7.QBB file.
2. Enter all purchases on account transactions using the **Bill** option from the Enter Bills window in the *Vendors* menu.
3. Process all debit memorandums using the **Credit** option from the **Enter Bills** window.
4. Print a Journal report, a Vendor Balance Summary, and a General Ledger report.
5. Complete the Analyze activity.
6. Back up your work.

Date		Transactions (cont.)
Mar.	9	Returned $225 in merchandise to Photo Emporium, issued Debit Memorandum 72.
	10	Purchased $3,600 in merchandise on account from Video Optics Inc., Invoice VO94, terms 3/15, n/45.
	15	State Street Office Supply granted a $60 credit for damaged supplies purchased on August 5, Debit Memorandum 73.
	20	Bought $4,800 in store equipment from Digital Precision Equipment on account, Invoice 1288, terms n/30.
	25	Issued Debit Memorandum 74 to Video Optics Inc. for the return of $120 in merchandise.
	28	Purchased $1,800 in merchandise on account from U-Tech Products, Invoice UT66, terms n/30.
	29	Bought $270 in supplies on account from ProStudio Supply, Invoice 4574, terms n/30.
	30	Returned $150 in merchandise to U-Tech Products, Debit Memorandum 75.
	31	Issued Debit Memorandum 76 to ProStudio Supply for the return of $35 in supplies bought on March 29.

Analyze Identify the total credit amount made to the **Purchases Returns and Allowances** account for the month.

Problem 15–8 Recording Cash Payment Transactions

Cycle Tech Bicycles had the following cash payment transactions in March.

Instructions In your working papers, record the transactions on page 19 of the general journal.

Date		Transactions
Mar.	1	Purchased $1,800 in merchandise from Summit Bicycles, Check 2111.
	3	Issued Check 2112 for $2,450 to Spaulding Inc. in payment of the $2,500 account balance less a 2% cash discount of $50.
	7	Issued Check 2113 for $3,100 to Desert Palms Insurance Company for the annual business insurance premium.
	12	Paid $175 to Viking Express for delivery of merchandise purchased from Schwinn Inc., FOB shipping point, Check 2114.
	17	Issued Check 2115 to Suspension Specialists for $3,880 in payment of Invoice 1492 for $4,000 less a 3% cash discount of $120.
	20	Received the March bank statement and recorded bankcard fees of $275.

CONTINUE