

Ken's Salon Basement

On August 1, 2018, Ken established Ken's Salon Basement. He completed the following transactions during the month of August:



Business Transactions

- 8/1 Opened a business bank account with a deposit of \$5,000 from personal funds.
- 8/4 Paid rent expense on his new store space for the month, \$1,000.
- 8/7 Paid automobile expenses for the month, \$500.
- 8/11 Paid miscellaneous expenses for the month, \$250.
- 8/13 Purchased supplies on account, \$750.
- 8/14 Received cash from customers, \$20,000.
- 8/18 Paid creditor on account, \$500.
- 8/22 Paid wages expense, \$1,000.
- 8/29 Determined the cost of supplies on hand at the end of the month was \$250, meaning that \$500 of supplies had been used as an expense in the business for the month.
- 8/31 Withdrew cash for personal use, \$2,000.

Accounting Equation Chart

		ASSETS				LIABILITIES	OWNER'S EQUITY		
		Cash	Accounts Receivable	Supplies	Equipment	Land	Accounts Payable	Ken, Capital	Description
<i>Beginning</i>		\$0	\$0	\$0	\$0	\$0	\$0		
	8/1								
	8/4								
	8/7								
	8/11								
	8/13								
	8/14								
	8/18								
	8/22								
	8/29								
	8/30								
<i>Ending</i>									

Ken's Salon Basement

Ken's Salon Basement Income Statement For the Month Ended August 31, 2018

REVENUES:										
FEES EARNED										
EXPENSES:										
AUTOMOTIVE EXPENSE										
RENT EXPENSE										
SUPPLIES EXPENSE										
WAGES EXPENSE										
MISCELLANEOUS EXPENSE										
TOTAL EXPENSES										
NET INCOME										

Ken's Salon Basement Statement of Owner's Equity For the Month Ended August 31, 2018

BEGINNING CAPITAL									0	00
ADD: INVESTMENTS										
ADD: NET INCOME (from the Income Statement)										
LESS: WITHDRAWALS										
CHANGE IN OWNER'S EQUITY										
ENDING CAPITAL										

Ken's Salon Basement Balance Sheet August 31, 2018

<u>ASSETS</u>						<u>LIABILITIES</u>					
CASH						ACCOUNTS PAYABLE					
ACCOUNTS RECEIVABLE						TOTAL LIABILITIES					
SUPPLIES						<u>OWNER'S EQUITY</u>					
EQUIPMENT						KEN, CAPITAL					
LAND						TOTAL OWNER'S EQUITY					
TOTAL ASSETS						TOTAL LIABILITIES & OE					