One of your friends, Harriet Um, just started up a hair salon called "Hair-Um Salon". She has asked for your help in preparing the monthly accounting records. A chart of accounts is provided to help you complete the General Journal, T-Accounts, and Trial Balance that follow.

- April 1 Owner made an investment of \$7,500 cash. R1.
  - 3 Purchased supplies on Bank2 Visa, \$400. M1.
  - 4 Issued invoice to Mrs. Doe for fees earned, \$75. S1.
  - 6 Cash fees earned for the week are deposited, \$3,615. T1.
  - 7 Paid utilities expense, \$210. C1.
  - 9 Received cash fees earned in the amount of \$900 for a big wedding. T2.
  - 10 Cut hair for the entire Johnson family and issued an invoice for \$350. S2.
  - 12 Established a petty cash account with a check for \$300. C2.
  - 14 Purchased \$100 of supplies on account from Wiz-Mart. M2.
  - 16 Purchased supplies on account from Harry's Haircare, \$110. M3.
  - 17 Made payment on Bank2 Visa, \$100. C3.
  - 18 Received \$25 cash payment from Mrs. Doe on her account. R2.

Chart of Accounts				
These are the accounts you'll be using.				
Account Name	Number			
ASSETS				
Cash	100			
Petty Cash	105			
Accounts Receivable – Doe	125			
Accounts Receivable – Flintstone	130			
Accounts Receivable – Jackson	135			
Accounts Receivable – Johnson	140			
Supplies	180			
LIABILITIES				
Accounts Payable – Bank2 Visa	215			
Accounts Payable – Harry's Haircare	220			
Accounts Payable – Sally Beauty	225			
Accounts Payable – Wiz-Mart	230			
OWNER'S EQUITY				
Harriet Um, Capital	300			
Harriet Um , Drawing	310			
REVENUES				
Fees Earned	400			
EXPENSES				
Miscellaneous Expense	510			
Supplies Expense	520			
Utilities Expense	530			

- 20 Earned fees of \$175 from the Jacksons, credit customers, and issued an invoice. S3.
- 21 Received cash payment from the Johnson Family to pay off their account, \$350. R3.
- 22 Purchased supplies on account from Sally Beauty, \$115. M4.
- 23 Issued invoice to Mr. Flintstone for fees earned, \$105. S4.
- 25 Completed inventory and found that the amount of supplies on hand at the end of month was \$200, meaning that \$525 of supplies had been used during the period. M5.
- 26 Paid off Wiz-Mart account by check, \$100. C4.
- 28 Need to replenish petty cash at the end of the month in the amount of \$250; record as a miscellaneous expense. C5.
- 30 Owner withdrew \$500 for personal use. C6.

#### **Journal Entries**

Complete the journal entries for the business transactions above.

GENERAL	JOURNAL		eave blank	<u>.                                    </u>	Page 1
Date	Account Title	Doc. No	Post. Ref.	Debit	Credit

GENERAL JO	DURNAL		Leave blank	ζ.		Page 2
Date	Account Title	Doc. No	Post. Ref.		Debit	Credit
	1					

#### **T-Accounts**

Record all of the business transactions in the T-Accounts below. Put the date of the transaction next to each amount. Total each account, showing the ending balance in the appropriate "normal balance" location. Circle the ending balances.

ASSETS		LIA	BILITIES	OWNER'S EQUITY		
Cash #100			le - Bank2 Visa #215	Harriet Um, Capital #300		
Debit +	Credit -	Debit -	Credit +	Debit -	Credit +	
		Accounts Payab	le - Harry's HC #220	Harriet Um,	Drawing #310	
		Debit -	Credit +	Debit +	Credit -	
		Accounts Payable	e - Sally Beauty #225	Fees Ear	ned #400	
		Debit -	Credit +	Debit -	Credit +	
Petty Ca	ish #105	Accounts Payab	ole - Wiz-Mart #230			
Debit +	Credit -	Debit -	Credit +			
	vable - Doe #125					
Debit +	Credit -					
Accounts Receivab	le - Flintstone #130					
Debit +	Credit -				s Expense #510	
Accounts Receiva	ble - Jackson #135			Debit +	Credit -	
Debit +	Credit -					
	!				pense #520	
	ole - Johnson #140			Debit +	Credit -	
Debit +	Credit -					
Supplies #180				Utilities Ex	pense #530	
Debit +	Credit -			Debit +	Credit -	

#### **Trial Balance**

Using the information in your T-Accounts, prepare a trial balance.

- 1. List the account names in the correct order and the ending balance for each.
- 2. Total the debit and credit columns to make sure they balance.

Hair-Um Salon Trial Balance April 30, 2018

Account Name	Debit	Credit
TOTAL		