John's Kung Fu Doe Jo

- 1. Use the Excel worksheet provided (similar to the chart below). DO ALL THE WORK ON THIS PROJECT IN EXCEL.
- 2. Complete the TRIAL BALANCE columns using the information provided on the attached sheet.
- 3. Then enter the adjusting entries (see attached sheet) in the ADJUSTMENTS columns.
- 4. Add across to complete the ADJUSTED TRIAL BALANCE columns.
- 5. Then carry over the balances to the appropriate Income Statement and Balance Sheet columns.

CELLS THAT ARE SHADED SHOULD BE ENTERED AS FORMULAS

John's Kung Fu Doe Jo WORKSHEET November 30, 2018										
	Trial Balance		Adjustments		Adjusted Trial Balance		Income Statement		Balance Sheet	
	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
Cash										
Accounts Receivable										
Supplies										
Prepaid Insurance										
Equipment										
Accumulated Depreciation - Equipment										
Accounts Payable										
Wages Payable										
Unearned Fees										
John Doe, Capital										
John Doe, Drawing										
Fees Earned										
Depreciation Expense										
Insurance Expense										
Supplies Expense										
Wages Expense										
TOTALS										
NET INCOME										
TOTALS										

TRIAL BALANCE

Cash	\$10,000.00
Accounts Receivable	2,000.00
Supplies	
Prepaid Insurance	
Equipment	
Accumulated Depreciation - Equipment	
Accounts Payable	2,500.00
Wages Payable	
Unearned Fees	
John Doe, Capital	15,000.00
John Doe, Drawing	500.00
Fees Earned	
Depreciation Expense	250.00
Insurance Expense	
Supplies Expense	
Wages Expense	1,000.00

Note: the trial balance above does NOT indicate whether each amount is a debit or credit – assume each account has a NORMAL BALANCE.

ADJUSTING ENTRIES

- 1. Completed inventory and found that the amount of supplies on hand at the end of month was \$500, meaning that \$2,500 of supplies had been used during the period.
- 2. Recorded the adjusting entry for one month of the insurance policy that has been used, \$200.
- 3. Recorded the adjusting entry for one month of depreciation on the equipment purchased, \$100.
- 4. As of the end of the month, employees had earned \$400 in wages that will not be paid until next month. Record the adjusting entry to reflect these wages that are owed but not yet paid.