



PaperClipZ is a successful office supply store organized as a corporation. The business sells a complete line of office supply products, from pens to paperclips. PaperClipZ uses the chart of accounts shown below. Record the business transactions for the month of March 2019 in the sales journal, purchases journal, general journal, cash receipts journal, and cash payments journal. Post these transactions to the AP and AR subsidiary ledgers and general ledger accounts. Note: only accounts used in the problem are listed.

CHART OF ACCOUNTS

(only shows the accounts used in this problem)

GENERAL LEDGER

Balance Sheet Accounts

ASSETS (1000)

1110 Cash
1120 Petty Cash
1130 Accounts Receivable
1140 Supplies

LIABILITIES (2000)

2110 Accounts Payable
2130 Employee Income Tax Payable
2140 Social Security Tax Payable
2150 Medicare Tax Payable
2160 Sales Tax Payable
2170 Unemployment Tax Payable – Federal
2180 Unemployment Tax Payable – State
2190 Health Insurance Premiums Payable

OWNER'S EQUITY (3000)

(no accounts used in this problem)

Income Statement Accounts

OPERATING REVENUE (4000)

4110 Sales
4120 Sales Discount
4130 Sales Returns and Allowances

COST OF MERCHANDISE (5000)

5110 Purchases
5120 Purchases Discount
5130 Purchases Returns and Allowances

OPERATING EXPENSES (6000)

6110 Advertising Expense
6120 Cash Over and Short
6130 Miscellaneous Expense
6140 Payroll Taxes Expense
6150 Salary Expense

SUBSIDIARY LEDGERS

Accounts Receivable Ledger

110 Bill Board
120 Ella Mentry
130 Jim Shoe
140 Joe King
150 Paige Turner
160 Terry Bull

Accounts Payable Ledger

210 A Plus Pens
220 Crazy Clips
230 Notable Notebooks
240 Reams O'Paper
250 Sticky Fingers Glue
260 Xtra Supplies



PaperClipZ is a successful office supply store organized as a corporation. The business sells a complete line of office supply products, from pens to paperclips. PaperClipZ uses the chart of accounts shown below. Record the business transactions for the month of March 2019 in the sales journal, purchases journal, general journal, cash receipts journal, and cash payments journal. Post these transactions to the AP and AR subsidiary ledgers and general ledger accounts. Note: only accounts used in the problem are listed.

- March 1 Purchased merchandise ("Purchases") on account from A Plus Pens, \$5,000 less a trade discount of 10%. P100.
- March 1 Established a petty cash fund, \$200. Check No. 499. *(hint: use cash payments journal)*
- March 2 Sold merchandise ("Sales") on account to Bill Board, \$100, plus sales tax, \$5; total \$105. S71.
- March 3 Purchased merchandise ("Purchases") on account from Crazy Clips, \$500. P101. *(Terms 10/15, N30)*
- March 4 Recorded cash and credit card sales ("Sales"), \$3,000, plus sales tax, \$150; total \$3,150. TS21.
- March 5 Returned merchandise ("Purchases Returns and Allowances") to Notable Notebooks, \$300, which was purchased last month on account. DM300. *(hint: this uses 2 lines in the general journal)*
- March 6 Granted credit to Ella Mentry for merchandise returned ("Sales Returns & Allowances"), \$500, plus sales tax, \$25; total \$525. CM701. *(hint: this uses 3 lines in the general journal)*
- March 6 Purchased supplies for cash, \$250. Check No. 500. *(hint: use cash payments journal)*
- March 7 Sold merchandise ("Sales") on account to Jim Shoe, \$2,000, plus sales tax, \$100; total \$2,100. S72.
- March 8 Returned merchandise ("Purchases Returns and Allowances") to A Plus Pens, \$4,500 (after trade discount), which was purchased on account. DM301. *(hint: this uses 2 lines in the general journal)*
- March 9 Purchased merchandise ("Purchases") from Reams O'Paper for cash, \$400. Check No. 501. *(hint: use cash payments journal)*
- March 10 Recorded cash and credit card sales ("Sales"), \$5,000, plus sales tax, \$250; total \$5,250. TS22.
- March 11 Purchased merchandise ("Purchases") on account from Sticky Fingers Glue, \$900. P102. *(Terms 10/20, N30)*
- March 12 Sold merchandise ("Sales") on account to Joe King, \$200, plus sales tax, \$10; total \$210. S73.
- March 13 Returned merchandise ("Purchases Returns and Allowances") to Reams O'Paper, \$400, which was purchased for cash. DM302. *(hint: this uses 2 lines in the general journal)*
- March 14 Purchased merchandise ("Purchases") on account from Xtra Supplies, \$2,500. P103. *(Terms 10/10, N30)*
- March 15 Paid cash on account to Crazy Clips, \$450, covering purchase P101 for \$500, less a 10% discount. Check No. 502.
- March 16 Sold merchandise ("Sales") on account to Paige Turner, \$800, plus sales tax, \$40; total \$840. S74.
- March 17 Paid cash on account to Sticky Fingers Glue, \$810, covering purchase P102 for \$900, less a 10% discount. Check No. 503.
- March 18 Received cash on account from Joe King, \$210, covering S73. R50.
- March 20 Paid advertising expense for cash, \$300. Check No. 504. *(hint: use cash payments journal)*
- March 21 Received cash on account from Jim Shoe, \$2,100, covering S72. R51.
- March 24 Purchased merchandise ("Purchases") on account from Reams O'Paper, \$550 less a trade discount of 10%. P104.
- March 25 Received cash on account from Terry Bull, \$980, covering S68 for \$1,000, less 2% discount, \$20. R52.
- March 26 Paid cash on account to Xtra Supplies, \$2,500, covering purchase P103 for \$2,500 (no discount). Check No. 505.
- March 27 Paid cash to replenish the petty cash fund for Supplies, \$45; Misc. Expenses, \$15; and Cash Short and Over, \$5 short (debit). Check No. 506. *(hint: this uses 3 lines in the cash payments journal)*
- March 28 Sold merchandise ("Sales") on account to Joe King, \$700, plus sales tax, \$35; total \$735. S75.
- March 29 Received an allowance on merchandise ("Purchases Returns and Allowances") from Reams O'Paper, \$100, which was purchased on account. DM303. *(hint: this uses 2 lines in the general journal)*
- March 31 Paid cash for monthly payroll, \$3,500 (total Salary Expense, \$4,500, less deductions: Employee Income Tax Payable, \$350; Social Security Tax Payable, \$300; Medicare Tax Payable, \$200; Health Insurance Premiums Payable, \$150). Check 507. *(hint: this uses 5 lines in the cash payments journal)*
- March 31 Record employer Payroll Taxes Expense, \$1,000 (Social Security Tax Payable, \$300, Medicare Tax Payable, \$200, Unemployment Tax Payable – Federal, \$100, and Unemployment Tax Payable – State, \$400). M101. *(hint: this uses 5 lines in the general journal)*



PaperClipZ is a successful office supply store organized as a corporation. The business sells a complete line of office supply products, from pens to paperclips. PaperClipZ uses the chart of accounts shown below. Record the business transactions for the month of March 2019 in the sales journal, purchases journal, general journal, cash receipts journal, and cash payments journal. Post these transactions to the AP and AR subsidiary ledgers and general ledger accounts. Note: only accounts used in the problem are listed.

SALES JOURNAL PAGE 1

AR Subsidiary Ledger Customer #

Date	Account Debited	Sale No.	Post Ref.	Accts Receivable DR				Sales CR				Sales Tax Payable CR					
<i>TOTALS</i>																	

General Ledger Acct #

PURCHASES JOURNAL

AP Subsidiary Ledger Customer #

PAGE 1

Date	Account Credited	Purch. No.	Post Ref.	Purchases DR Accts Payable CR			
<i>TOTALS</i>							

General Ledger Acct #



PaperClipZ is a successful office supply store organized as a corporation. The business sells a complete line of office supply products, from pens to paperclips. PaperClipZ uses the chart of accounts shown below. Record the business transactions for the month of March 2019 in the sales journal, purchases journal, general journal, cash receipts journal, and cash payments journal. Post these transactions to the AP and AR subsidiary ledgers and general ledger accounts. Note: only accounts used in the problem are listed.

CASH RECEIPTS JOURNAL

AR Subsidiary Ledger Customer # (or other account # if not AR)

PAGE 1

Date	Account Title	Doc. No.	Post Ref.	General				Accts Receivable CR	Sales CR	Sales Tax Payable CR	Sales Discount DR	Cash DR
				DR	CR							
<i>TOTALS</i>												

General Ledger Acct #

CASH PAYMENTS JOURNAL

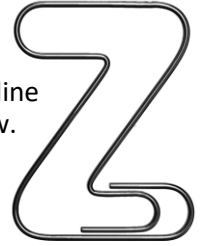
AP Subsidiary Ledger Customer # (or other account # if not AP)

PAGE 1

Date	Account Title	Ck. No.	Post Ref.	General		Accounts Payable DR	Purchases Discount CR	Cash CR
				Debit	Credit			
<i>TOTALS</i>								

Note: Every item that appears in the "General" debit and credit columns will need to be posted separately to the General Ledger. For all other items, you just post the column totals.

General Ledger Acct #



PaperClipZ is a successful office supply store organized as a corporation. The business sells a complete line of office supply products, from pens to paperclips. PaperClipZ uses the chart of accounts shown below. Record the business transactions for the month of March 2019 in the sales journal, purchases journal, general journal, cash receipts journal, and cash payments journal. Post these transactions to the AP and AR subsidiary ledgers and general ledger accounts. Note: only accounts used in the problem are listed.

Vendor: STICKY FINGERS GLUE										Vendor No: 250					
Date		Item	Post. Ref.	Debit				Credit				Credit Balance			
March	1	Balance	✓											0	00

Vendor: XTRA SUPPLIES										Vendor No: 260					
Date		Item	Post. Ref.	Debit				Credit				Credit Balance			
March	1	Balance	✓											0	00

SCHEDULE OF ACCOUNTS PAYABLE

March 31, 2019

<i>TOTAL ACCOUNTS PAYABLE</i>							

*** CHECK THIS BALANCE WITH THE ENDING BALANCE IN THE ACCOUNTS PAYABLE GENERAL LEDGER ACCOUNT ***



PaperClipZ is a successful office supply store organized as a corporation. The business sells a complete line of office supply products, from pens to paperclips. PaperClipZ uses the chart of accounts shown below. Record the business transactions for the month of March 2019 in the sales journal, purchases journal, general journal, cash receipts journal, and cash payments journal. Post these transactions to the AP and AR subsidiary ledgers and general ledger accounts. Note: only accounts used in the problem are listed.

Account: EMPLOYEE INCOME TAX PAYABLE										Account No: 2130						
Date	Item	Post. Ref.	Debit				Credit				Balance					
											Debit		Credit			
March	1	Balance	✓												0	00

Account: SOCIAL SECURITY TAX PAYABLE										Account No: 2140						
Date	Item	Post. Ref.	Debit				Credit				Balance					
											Debit		Credit			
March	1	Balance	✓												0	00

Account: MEDICARE TAX PAYABLE										Account No: 2150						
Date	Item	Post. Ref.	Debit				Credit				Balance					
											Debit		Credit			
March	1	Balance	✓												0	00

Account: SALES TAX PAYABLE										Account No: 2160						
Date	Item	Post. Ref.	Debit				Credit				Balance					
											Debit		Credit			
March	1	Balance	✓												3	0000

Account: UNEMPLOYMENT TAX PAYABLE - FEDERAL										Account No: 2170						
Date	Item	Post. Ref.	Debit				Credit				Balance					
											Debit		Credit			
March	1	Balance	✓												0	00

Account: UNEMPLOYMENT TAX PAYABLE - STATE										Account No: 2180						
Date	Item	Post. Ref.	Debit				Credit				Balance					
											Debit		Credit			
March	1	Balance	✓												0	00

