

John Doe opened a business called Doe Consulting and for the month of January 2003 he completed the following business transactions:

## GENERAL JOURNAL Page 1

DATE	ACCOUNT	TYPE	DEBIT	CREDIT
a)	Cash in Bank	A	40,000	
	Office Equipment	A	10,000	
	John Doe Capital	EQ		50,000
	Investment by Owner			
b)	Land	A	30,000	
	Building	A	130,000	
	Cash in Bank	A		20,000
	Long Term Note Payable	L		140,000
	Purchased Land & Building			
c)	Office Supplies	A	500	
	Accounts Payable	L		500
	Purchase supplies on account			
d)	Automobile	A	16,000	
	John Doe Capital	EQ		16,000
	Investment by Owner			
e)	Office Equipment	A	2,000	
	Accounts Payable	L		2,000
	Purchased equipment on account			
f)	Office Salaries Expense	EX	400	
	Cash in Bank	A		400
	Paid office assistant's salary			
g)	Cash in Bank	A	4,000	
	Bookkeeping Fees Earned	R		4,000
	Did work and got paid			
h)	Advertising Expense	EX	600	
	Cash in Bank	A		600
	Purchased and paid for advertising			
i)	Accounts Payable	L	500	
	Cash in Bank	A		500
	Paid for c) above			

## GENERAL JOURNAL Page 2

DATE	ACCOUNT	TYPE	DEBIT	CREDIT
j)	Office Equipment (new printer)	A	600	
	Cash in Bank	A		500
	Office Equipment (old printer)	A		100
	Traded in printer			
k)	Accounts Receivable	A	2,000	
	Consulting Fees Earned	R		2,000
	Did work & didn't get paid			
l)	Office Salaries Expense	EX	400	
	Cash in Bank	A		400
	Paid office assistant's salary			
m)	Cash in Bank	A	2,000	
	Accounts Receivable	A		2,000
	Received payment from k) above			
n)	John Doe Withdrawals	EQ	1,000	
	Cash in Bank	A		1,000
	Gave cash to owner			

**Required:**

Post the journal entries to the appropriate accounts and prepare a Trial Balance:

## GENERAL LEDGER

**CASH IN BANK**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE

**ACCOUNTS RECEIVABLE**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE

**OFFICE SUPPLIES**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE

**AUTOMOBILE**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE

**OFFICE EQUIPMENT**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE

**BUILDING**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE

**LAND**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE

**ACCOUNTS PAYABLE**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE

**LONG TERM NOTE PAYABLE**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE

**JOHN DOE, CAPITAL**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE

**JOHN DOE, WITHDRAWALS**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE

**BOOKKEEPING FEES EARNED**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE

**CONSULTING FEES EARNED**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE

**OFFICE SALARIES EXPENSE**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE

**ADVERTISING EXPENSE**

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE



## GENERAL LEDGER

### CASH IN BANK

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
a)		G1	40,000		40,000
b)		G1		20,000	20,000
f)		G1		400	19,600
g)		G1	4,000		23,600
h)		G1		600	23,000
i)		G1		500	22,500
j)		G1		500	22,000
l)		G2		400	21,600
m)		G2	2,000		23,600
n)		G2		1,000	22,600

### ACCOUNTS RECEIVABLE

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
k)		G2	2,000		2,000
m)		G2		2,000	0

### OFFICE SUPPLIES

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
c)		G1	500		500

### AUTOMOBILE

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
d)		G1	16,000		16,000

### OFFICE EQUIPMENT

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
a)		G1	10,000		10,000
e)		G1	2,000		12,000
j)	Old Printer	G1		100	11,900
j)	New Printer	G1	600		12,500

### BUILDING

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
b)		G1	130,000		130,000

### LAND

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
b)		G1	30,000		30,000

## ACCOUNTS PAYABLE

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
c)		G1		500	500
e)		G1		2,000	2,500
i)		G1	500		2,000

## LONG TERM NOTE PAYABLE

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
b)		G1		140,000	140,000

## JOHN DOE, CAPITAL

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
a)		G1		50,000	50,000
d)		G1		16,000	66,000

## JOHN DOE, WITHDRAWALS

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
n)		G2	1,000		1,000

## BOOKKEEPING FEES EARNED

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
g)		G1		4,000	4,000

## CONSULTING FEES EARNED

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
k)		G2		2,000	2,000

## OFFICE SALARIES EXPENSE

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
f)		G1	400		400
l)		G2	400		800

## ADVERTISING EXPENSE

DATE	EXPLANATION	PR	DEBIT	CREDIT	BALANCE
h)		G1	600		600

## DOE CONSULTING

## TRIAL BALANCE

JANUARY 31, 2003

ACCOUNT NAME	DEBIT	CREDIT
Cash	22,600	
Office Supplies	500	
Automobiles	16,000	
Office Equipment	12,500	
Building	130,000	
Land	30,000	
Accounts Payable		2,000
Long-term Notes Payable		140,000
John Doe - Capital		66,000
John Doe – Withdrawals	1,000	
Bookkeeping Fees Earned		4,000
Consulting Fees Earned		2,000
Office Salaries Expense	800	
Advertising Expense	600	
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Totals	214,000	214,000
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