

Problem 2-3A

Tom Zopf owns and manages a computer repair service, which had the following trial balance on December 31, 2016 (the end of its fiscal year).

TABLETTE REPAIR SERVICE, INC. Trial Balance December 31, 2016		
	Debit	Credit
Cash	\$ 7,000	
Accounts Receivable	15,100	
Supplies	12,200	
Prepaid Rent	3,200	
Equipment	20,500	
Accounts Payable		\$15,900
Common Stock		31,100
Retained Earnings		11,000
	\$58,000	\$58,000

Summarized transactions for January 2017 were as follows.

1. Advertising costs, paid in cash, \$1,170.
2. Additional supplies acquired on account \$3,390.
3. Miscellaneous expenses, paid in cash, \$1,970.
4. Cash collected from customers in payment of accounts receivable \$12,050.
5. Cash paid to creditors for accounts payable due \$12,710.
6. Repair services performed during January: for cash \$6,910; on account \$9,630.
7. Wages for January, paid in cash, \$2,280.
8. Dividends during January were \$2,600.

Your answer is correct.

Open T-accounts for each of the accounts listed in the trial balance, and enter the opening balances for 2017.

Cash			
Bal.	7000		

Accounts Receivable			
Bal.	15100		

Supplies			
Bal.	12200		

Prepaid Rent			
Bal.	3200		

Equipment			
Bal.	20500		

Accounts Payable			
		Bal.	15900

Common Stock			
--------------	--	--	--

No	Account Titles and Explanation	Debit	Credit
----	--------------------------------	-------	--------

1.	Advertising Expense	1170	
----	---------------------	------	--

	Cash		1170
--	------	--	------

2.	Supplies	3390	
----	----------	------	--

	Accounts Payable		3390
--	------------------	--	------

3.	Miscellaneous	1970	
----	---------------	------	--

	Cash		1970
--	------	--	------

4.	Cash	12050	
----	------	-------	--

	Accounts Receivable		12050
--	---------------------	--	-------

5.	Accounts Payable	12710	
----	------------------	-------	--

	Cash		12710
--	------	--	-------

(Credit account titles are not manually. If no entry is the amounts.)

6.	Cash	6910	
----	------	------	--

	Accounts Receivable	9630	
--	---------------------	------	--

	Service Revenue		16540
--	-----------------	--	-------

7.	Salaries and Wages	2280	
----	--------------------	------	--

Cash		2280
------	--	------

Dividends	2600	
-----------	------	--

[LINK TO TEXT](#)

[LINK TO TEXT](#)

[LINK TO TEXT](#)

Your answer is partially correct.

Post the journal entries to the accounts in the ledger. (*Post entries in the order of journal entries presented in the previous part.*)

Cash

Bal.	7,000	1	1170
		3	1970
4	12050	5	12710
		7	2280
6	6910	8	2600
Bal.	5230		

Accounts Receivable

Bal.	15,100	4	12050
6	9630		
Bal.	12680		

Supplies

Bal. 12,200

2 ▼

3390

Bal. ▼

15590

Prepaid Rent

Bal. 3,200

Equipment

Bal. 20,500

Accounts Payable

5 ▼

12710

Bal. 15,900

▼

2 ▼

3390

▼

Bal. ▼

6580

Common Stock

Bal. 31,100

Retained Earnings

Bal. 11,000

Dividends

8 ▼

2600

Bal. ▼

2600

Service Revenue

		6	16540
		Bal.	16540
Advertising Expense			
1	1170		
Bal.	1170		
Miscellaneous Expense			
3	1970		
Bal.	1970		
Salaries and Wages Expense			
7	2280		
Bal.	2280		

[SHOW LIST OF ACCOUNTS](#)

[SHOW ANSWER](#)

[LINK TO TEXT](#)

[LINK TO TEXT](#)

[LINK TO TEXT](#)

[LINK TO TEXT](#)

Your answer is correct.

Prepare a trial balance as of January 31, 2017.

TABLETTE REPAIR SERVICE, INC.		
Trial Balance		
January 31, 2017		
	Debit	Credit
Cash	\$ 5230	\$
Accounts Rec	12680	
Supplies	15590	
Prepaid Rent	3200	
Equipment	20500	
Accounts Pay		6580
Common Stock		31100
Retained Earn		11000
Dividends	2600	
Service Rever		16540

Advertising Ex	1170	
Miscellaneous	1970	
Salaries and V	2280	
	\$	\$
Totals	65220	65220