

Merchandise Transactions and Special Journals

<u>Date</u>	<u>Account Titles</u>	<u>Ref</u>	<u>Debit</u>	<u>Credit</u>	<u>Spec Jour?</u>
5/1	Inventory		1,100		P
	Accts Pay -- Supplier Co.			1,100	(SC or MC)
5	Accts Rec -- Buyer, Inc.		350		S
	Sales			350	
5	Cost of Goods Sold		210		S
	Inventory			210	
6	Accts Pay -- Supplier Co.		100		GJ
	Inventory			100	
7	Sales Returns & Allow		50		GJ
	Accts Rec -- Buyer, Inc.			50	

Merchandise Transactions and Special Journals (cont'd)

<u>Date</u>	<u>Account Titles</u>	<u>Ref</u>	<u>Debit</u>	<u>Credit</u>	<u>Spec Jour?</u>
7	Inventory		30		GJ
	Cost of Goods Sold			30	
8	Accts Rec -- Middle & Mann		75		GJ
	Store Supplies			75	
9	Accts Pay -- Supplier Co.		1,000		CP
	Inventory			20	
	Cash			980	
14	Cash		297		CR
	Sales Discounts		3		
	Accts Rec -- Buyer, Inc.			300	

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Cash Receipts Journal

CR1

Date	Accounts Credited	Ref	Cash Dr.	Sales Discounts Dr.	Accounts Receivable Cr.	Sales Cr.	Other Accounts Cr.	COGS Dr. Mdse Inv Cr.

Cash Payments Journal

CP1

Date	Ck. No.	Accounts Debited	Ref	Other Accounts Dr.	Accounts Payable Dr.	Merchandise Inventory Cr.	Cash Cr.

Name _____

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Sales Journal

S1

Date	Account Debited	Invoice No.	Ref	Accts Rec Dr. Sales Cr.	COGS Dr. Mdse Inv Cr.

Purchases Journal

P1

Date	Account Credited	Terms	Ref.	Mdse Inv Dr. Accts Payable Cr.

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Cash Receipts Journal

CR1

Date	Accounts Credited	Ref	Cash Dr.	Sales Discounts Dr.	Accounts Receivable Cr.	Sales Cr.	Other Accts Cr.	COGS Dr. Mdse Inv Cr.
5/1	Serra, Capital		50,000				50,000	
2	Cash Sales		6,300			6,300		4,200
22	M. Baccarin		9,000		9,000			
			65,300		9,000	6,300	50,000	4,200

Cash Payments Journal

CP1

Date	Ck. No.	Accounts Debited	Ref	Other Accounts Dr.	Accounts Payable Dr.	Mdse Inventory Cr.	Cash Cr.
5/3	101	Inventory		7,200			7,200
14	102	Salaries Expense		700			700
				7,900			7,900

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Sales Journal

S1

Date	Account Debited	Invoice No.	Ref.	Accts Rec Dr. Sales Cr.	COGS Dr. Mdse Inv Cr.
9/2	H. Wash	101		720	420
21	G. Edmonson	102		800	480
				1,520	300

Purchases Journal

P1

Date	Account Credited	Terms	Ref	Mdse Inv Dr. Accts Payable Cr.
9/10	A. Tudyk	2/10,n/30		600
25	D. Boyd	n/30		860
				1,460

POSTING FROM SPECIALIZED JOURNALS

Describe each of the numbered postings below as:

- a. a posting to the general ledger as a debit
- b. a posting to the general ledger as a credit
- c. a posting to the subsidiary ledger as a debit
- d. a posting to the subsidiary ledger as a credit
- e. not posted

Cash Payments Journal

CP7

Date	Ck. No.	Accounts Debited	Ref	Other Accounts Dr.	Accounts Payable Dr.	Mdse. Inventory Cr.	Cash Cr.
7/3	611	Aqua Systems Co.	(1)		4,000	40	3,960
5	612	Rent Expense	(2)	900			900
10	613	Inventory	(3)	3,200			3,200
17	614	Cole Brothers	(4)		2,500	50	2,450
20	615	Office Equipment	(5)	2,000			2,000
22	616	Advertising Expense	(6)	400			400
25	617	Evans Corporation	(7)		5,500	55	5,445
31				6,500	12,000	145	18,355
				(8)	(9)	(10)	(11)

POSTING FROM SPECIALIZED JOURNALS

Describe each of the numbered postings below as:

- a. a posting to the general ledger as a debit
- b. a posting to the general ledger as a credit
- c. a posting to the subsidiary ledger as a debit
- d. a posting to the subsidiary ledger as a credit
- e. not posted

Cash Payments Journal**CP7**

Date	Ck. No.	Accounts Debited	Ref.	Other Accounts Dr.	Accounts Payable Dr.	Mdse. Inventory Cr.	Cash Cr.
July 3	611	Aqua Systems Co.	(1)		4,000	40	3,960
5	612	Rent Expense	(2)	900			900
10	613	Inventory	(3)	3,200			3,200
17	614	Cole Brothers	(4)		2,500	50	2,450
20	615	Office Equipment	(5)	2,000			2,000
22	616	Advertising Expense	(6)	400			400
25	617	Evans Corporation	(7)		5,500	55	5,445
31				6,500	12,000	145	18,355
				(8)	(9)	(10)	(11)

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<u>Item</u>	<u>Account Titles</u>	<u>Debit</u>	<u>Credit</u>	<u>Journal?</u>	<u>Column?</u>
1.	Sales Ret & Allow	xx		CP	Other
	Cash		xx		Cash
	Inventory	x		CP	Other
	COGS		x		Other
2.	Cash	xx		CR	Cash
	Sales Discounts	x			S Disc
	Accts Rec		xxx		A Rec
3.	Inventory	xx		CP	Inv
	Cash		xx		A Pay
4.	Accts Payable	xxx		CP	A Pay
	Inventory		x		Inv
	Cash		xx		Cash

EXERCISE E7-8 (continued)

<u>Item</u>	<u>Account Titles</u>	<u>Debit</u>	<u>Credit</u>
5.	Cash	xxx	
	Accts Receivable		xxx
6.	Inventory	x	
	Cash		x
7.	Office Equipment	xx	
	Cash		xx
8.	Cash	xx	
	Inventory		xx
9.	X. Glove, Drawing	xx	
	Cash		xx
10.	Cash	xx	
	Sales		xx
	COGS	x	
	Inventory		x

<u>Journal?</u>	<u>Column?</u>
CR	Cash
	A Rec
CP	Other
	Cash
CP	Other
	Cash
CR	Cash
	Other
CP	Other
	Cash
CR	Cash
	Sales
CR	COGS
	Inv

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<u>Date</u>	<u>Account Titles</u>	<u>Ref</u>	<u>Debit</u>	<u>Credit</u>
3/2	Equipment		9,400	
	Acct Pay–Adam Co.			9,400
5	Acct Pay–Baldwin Co.		410	
	Inventory			410
7	Sales Ret & Allow		400	
	Acct Rec–Cockrum			400
7	Inventory		260	
	COGS			260

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<u>Item</u>	<u>Account Titles</u>	<u>Debit</u>	<u>Credit</u>	<u>Jour?</u>
1.	Accounts Payable	xx		CP
	Cash		xx	
2.	Sales Ret & Allow	xx		GJ
	Accts Receivable		xx	
	Inventory	x		GJ
	COGS		x	
3.	Cash	xx		CR
	Accts Receivable		xx	
4.	Cash	xx		CR
	Land		xx	
5.	Accts Receivable	xx		S
	Sales		xx	
	COGS	x		S
	Inventory		x	
6.	Cash	xx		CR
	Sales		xx	
	COGS	x		CR
	Inventory		x	

EXERCISE E7-10 (continued)

<u>Item</u>	<u>Account Titles</u>	<u>Debit</u>	<u>Credit</u>	<u>Jour?</u>
7.	Accounts Payable	xx		GJ
	Inventory		xx	
8.	Cash	xx		CR
	Sales Discounts	x		
	Accts Receivable		xxx	
9.	Wages Expense	xx		CP
	Cash		xx	
10.	Income Summary	NI		GJ
	Ricketts, Capital		NI	
11.	Depr Expense	xx		GJ
	Accumulated Depr		xx	
12.	Office Supplies	xx		CP
	Cash		xx	
13.	Inventory	xx		P
	Accts Payable		xx	

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1. **Cash Payments Journal**
2. **General Journal**
3. **Cash Receipts Journal**
4. **Cash Receipts Journal**
5. **Sales Journal**
6. **Cash Receipts Journal**
7. **General Journal**
8. **Cash Receipts Journal**
9. **Cash Payments Journal**
10. **General Journal**
11. **General Journal**
12. **Cash Payments Journal**
13. **Purchases Journal**

BRIEF EXERCISE BE7-5
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	<u>Account</u>	<u>Which Ledger?</u>
1.	Rent Expense	General
2.	Accts Rec – Obileye	Subsidiary
3.	Notes Payable	General
4.	Accts Pay – Kolawole	Subsidiary

BRIEF EXERCISE BE7-10

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Item	Account	Indv Item	GL or Sub?	When?	Clmn Total	GL or Sub?	When?
1.	Accts Rec	Y	S	D/O	Y	GL	EOM
2.	Sales Disc	N	-	-	Y	GL	EOM
3.	Cash	N	-	-	Y	GL	EOM
4.	Other	Y	GL	EOM	N	-	-

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Which Journal?

- | | |
|-----------------------------|----|
| 1. Cash sales | CR |
| 2. Owner withdraws cash | CP |
| 3. Cash purchase of land | CP |
| 4. Credit sales | S |
| 5. Purchase of mdse on acct | P |
| 6. Receipt of cash for serv | CR |

BRIEF EXERCISE BE7-8

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Which Journal?

- | | |
|---------------------------------|----|
| 1. Purchased eqpt on acct | GJ |
| 2. Purchased mdse on acct | P |
| 3. Paid utility expense in cash | CP |
| 4. Sold merchandise on acct | S |