

**The following information is for the company of
Perpetual Cycle Practice 1
(A merchandise company) for the YEAR ending: December 2013**

If your teacher's name is not Mr. Boulton, then the Excel file that made this has been stolen.

Pre-adjusted balances at start of the YEAR

1	Office Equipment	26,900.00
	Accumulated Amortization at start of period	17,147.06
	Salvage Value	400.00
	Useful Life	17 years
2	Automobile	22,000.00
	Accumulated Amortization at start of period	7,498.00
	Rate:	8%
3	Building	106,000.00
	Accumulated Amortization at start of period	15,118.00
	Rate:	5%

Other Information

4	Insurance Policy Value remaining at start of period:	7,700
	Time remaining in the policy at start of period	1 months
5	Interest was deducted directly from our bank account. The rate of interest for all debt (assume it is on total of loans and mortgages only) is:	8.0% of balance owing
	Total value of loans and mortgages on the 1st of the year is:	79,300
6	Supplies on hand at year end were:	2,500
	Supplies on hand on the 1st of the year were:	3,200
7	Year end was exactly one quarter of the way through a pay period. No salaries have been paid yet, but on the next pay day the salaries paid will be:	9,100
8	The Senior Accountant informs you that she is certain that an account which you have made an allowance for, will not be collected. She tells you to write it off. It is valued at:	216
9	The value of merchandise in the storeroom at month end is:	28,918
10	The value of the 'Mortgage Payable' that is due within the next 12 months is:	6,600

Instructions

Use all the information to complete the accounting cycle.

Perpetual Cycle Practice 1

If your teacher's name is not Mr. Boulton, then the Excel file that made this has been stolen.

	Accounts	Acc. No.	Trial Balance		Adjustments		Income Statement		Balance Sheet		
			DR	CR	DR	CR	DR	CR	DR	CR	
1	Bank	100	26,760.00								1
2	Accounts Receivable	105	11,375.00								2
3	Allowance for Doubtful Accounts	110		540.00							3
4	Merchandise Inventory	115	29,050.00								4
5	Supplies	120	3,200.00								5
6	Prepaid Insurance	125	7,700.00								6
7	Building	130	106,000.00								7
8	Accumulated Amortization - Building	135		15,118.00							8
9	Office Equipment	140	26,900.00								9
10	Accumulated Amortization - Equipment	145		17,147.06							10
11	Automobile	150	22,000.00								11
12	Accumulated Amortization - Automobile	155		7,498.00							12
13	Accounts Payable	200		1,550.00							13
14	Salaries Payable	205									14
15	HST Payable	210		4,600.00							15
16	HST Recoverable	215	430.00								16
17	Loan Payable	220		13,300.00							17
18	Mortgage Payable	225		66,000.00							18
19	J. Boulton, Capital	300		86,511.94							19
20	J. Boulton, Drawings	305	6,900.00								20
21	Sales	400		72,500.00							21
22	Sales Discounts	405	250.00								22
23	Sales Returns and Allowances	410	100.00								23
24	Cost of Goods Sold	500	18,000.00								24
25	Automobile Expense	600	2,850.00								25
26	Freight-out	620	1,900.00								26
27	Loss on Disposal of Fixed Asset	625	1,950.00								27
28	Salaries Expense	660	16,000.00								28
29	Utilities Expense	680	3,400.00								29
30											30
28											28
29											29
30											30
31											31
32											32
33											33
34											34
35											35
37											37
38											38
39											39
40											40