

LESSON 8-1

Recording Adjusting Entries

ADJUSTING ENTRY FOR SUPPLIES

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ACCOUNT TITLE		ADJUSTMENTS	
		DEBIT	CREDIT
5	Supplies		(a) 715 00
17	Supplies Expense	(a) 715 00	

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DATE	ACCOUNT TITLE	DOC. NO.	POST. REF.	GENERAL			
				DEBIT	CREDIT		
	Adjusting Entries						
20- Aug. 31	Supplies Expense			715 00			
	Supplies				715 00		

Supplies Expense	
Adj. (a)	715.00

Supplies	
Bal.	1,025.00
(New Bal.)	310.00
Adj. (a)	715.00

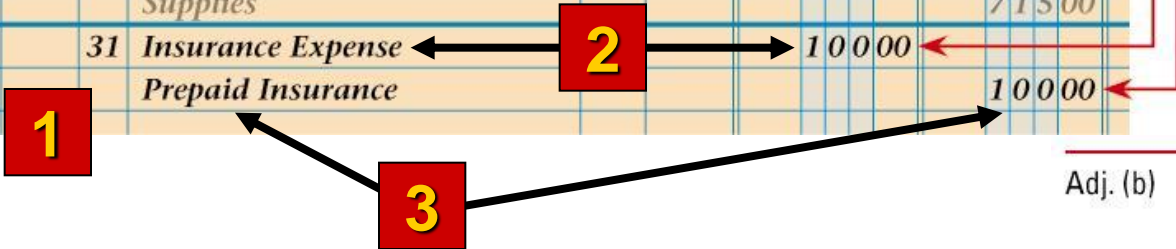
1. Write the heading.
2. Write the date.
3. Write the title of the account debited. Record the debit amount.
4. Write the title of the account credited. Record the credit amount.

ADJUSTING ENTRY FOR PREPAID INSURANCE

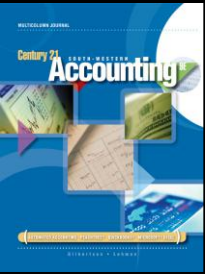
ACCOUNT TITLE		3	4
		ADJUSTMENTS	
		DEBIT	CREDIT
6	Prepaid Insurance		(b) 100 00
14	Insurance Expense	(b) 100 00	

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DATE	ACCOUNT TITLE	DOC. NO.	POST. REF.	GENERAL					
				DEBIT	CREDIT				
	Adjusting Entries								
20- Aug. 31	Supplies Expense			715 00					
	Supplies					715 00			
	31 Insurance Expense			100 00					
	Prepaid Insurance						100 00		

1. Write the date.
2. Write the title of the account debited. Record the debit amount.
3. Write the title of the account credited. Record the credit amount.



Insurance Expense		Prepaid Insurance	
Adj. (b)	100.00	Adj. (b)	100.00
Bal.	1,200.00	Bal.	1,200.00
(New Bal.)	1,100.00	(New Bal.)	1,100.00



TERM REVIEW

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- adjusting entries