

District 1&2 - 1997

The December 31, 1995 Post-Closing Trial Balance for the Garlic company follows. The company's January 1996 special journals are shown in Table 1. Answer questions 26 through 31 using the code: DR=debit CR=credit.

TABLE 1
(for questions 26 through 36)

Sales Journal

Account	Amount
Customer A	7,650
Customer B	2,050
Customer C	11,200
Total	20,900

Purchases Journal

Account	Amount
Company One	4,200
Company Two	9,600
Company Three	3,990
Total	17,790

General Journal

Sales Returns & Allowances	250	
Accounts Receivable—Customer B		250
Accounts Payable—Company Two	1,200	
Purchases Returns & Allowances		1,200

Cash Receipts Journal

Account	Other Accounts	Accounts Receivable	Sales	Sales Discounts	Cash
Customer B		1,800		36	1,764
Cash sales			8,080		8,080
Computer Equipment	8,000				8,000
Cash sales			9,475		9,475
Customer C		11,200		224	10,976
Totals	8,000	13,000	17,555	260	38,295

Cash Payments Journal

Account	Other Accounts	Accounts Payable	Purchases Discounts	Cash
Prepaid Insurance	720			720
Company One		4,200	126	4,074
Company Two		8,400	168	8,232
Store Equipment	3,850			3,850
Totals	4,570	12,600	294	16,876

Garlic Company
Post-Closing Trial Balance
December 31, 1995

Account	Debit	Credit
Cash	4,870	
Merchandise Inventory	13,694	
Computer Equipment	8,000	
S. T. Garlic, Capital		26,564
Totals	26,564	26,564

26. The total of the sales journal is posted to the Accounts Receivable account as a ? .
27. The total of the purchases journal is posted to the Accounts Payable account as a ? .
28. In the cash receipts journal, the amount \$260 is posted as a ? .
29. In the cash receipts journal, the amount \$11,200 is posted to Customer C as a ? .
30. In the cash payments journal, the amount \$294 is posted as a ? .
31. In the cash payments journal, the amount \$720 is posted as a ? .
-
26. The total of the purchases journal is posted to the Purchases account as a ? .
27. The total of the sales journal is posted to the Sales account as a ? .
28. In the cash receipts journal, the amount \$13,000 is posted as a ? .
29. In the cash payments journal, the amount of \$294 is posted as a ? .
30. In the cash receipts journal, the amount \$8,000 (on the third line of the journal) is posted as a ? .
31. In the cash payments journal, the amount \$12,600 is posted as a ? .

Continue to use the data in Table 1. Assume that all transactions have been posted to the ledgers correctly. For questions 32 through 36, write on your answer sheet the word YES if the answer is yes; write NO if the answer is no.

32. Did Garlic Company purchase computer equipment for \$8,000?
33. On January 31, 1996 is the total of Accounts Receivable an amount due from Customer A?
34. Are the individual amounts in the sales discounts column of the cash receipts journal posted to accounts in the accounts receivable ledger?
35. When Garlic Company paid Company One, was the discount allowed equal to 2%?
36. In the cash payments journal, is the amount \$4,570 posted to an account in the general ledger?
-
32. Did Garlic Company purchase store equipment on account?
33. On January 31, 1996 is the total of Accounts Payable an amount due to be paid to Company Three?
34. Are the individual amounts in the purchases discounts column of the cash payments journal posted to accounts in the accounts payable ledger?
35. When Customer B paid Garlic Company was a 2% discount allowed?
36. In the cash payments journal is the amount \$4,570 posted to an account in the general ledger?

2001 District 1 – Group 9

Items 49 through 55 are some of the transactions of the Raspberry Co. for the month of January. Refer to the special journals listed below and the column heading identifying letters “A through R”.

On your answer sheet, write the identifying letter(s) of the correct column heading(s) to be used for each of the transactions. (Some questions require an answer with two column headings. In these cases, both column headings must be identified correctly and may be written in either order.)

Sales Journal	
A.	Sales
B.	Sales Tax Payable
C.	Accounts Receivable

Cash Receipts Journal	
D.	General Credit
E.	Sales
F.	Sales Tax Payable
G.	Accounts Receivable
H.	Sales Discounts
I.	Cash in Bank

Purchases Journal	
J.	Accounts Payable
K.	Purchases
L.	General Debit

Cash Payments Journal	
M.	General Debit
N.	Accounts Payable
O.	Purchases Discounts
P.	Cash in Bank

General Journal	
Q.	Debit
R.	Credit

49. The debit amount when merchandise is purchased on account.
50. The debit amount when the rent is paid.
51. The debit amount when merchandise is sold on account.
- *52. The credit side of the transaction in which a customer purchases merchandise from Raspberry Co. on account.
53. The credit side of the transaction when a customer pays on his account after the discount period.
- *54. The debit side of the transaction when a customer pays on account within the discount period.
55. The credit amount when the Petty Cash fund is increased.