**Financial Accounting *Homework 10***

*Ren Kai 2401212437*

**P 10-5 A**

***(a) Answer:***

*Dr.* Cash 5,880,000

Discount on Bonds Payable 120,000

*Cr.* Bonds Payable 6,000,000

***(b) Answer:***

|  |  |  |
| --- | --- | --- |
| Balance Sheet  Dec. 31, 2012 | | |
| **Long-term liabilities** |  |  |
| Bonds Payable | $6,000,000 |  |
| Less: Discount on Bonds Payable | 112,000 | $5,888,000 |

***(c) Answer:***

*Dr.* Bonds Payable 6,000,000

Loss on Bond Redemption 224,000

*Cr.* Cash 6,120,000

Discount on Bonds Payable 104,000

**P 10-1 B**

***(a) Answer:***

Jan. 1 *Dr.* Cash 18,000

*Cr.* Notes Payable 18,000

5 *Dr.* Cash 18,480

*Cr.* Sales Rev 17,600

Sales Taxes Payable 880

12 *Dr.* Unearned Service Rev 8,000

*Cr.* Service Rev 8,000

14. *Dr.* Sales Taxes Payable 8,200

*Cr.* Cash 8,200

20. *Dr.* Accounts Receivable 26,250

*Cr.* Sales Rev 25,000

Sales Taxes Payable 1,250

***(b) Answer:***

Jan. 31 *Dr.* Interest Exp 105

*Cr.* Interest Payable 105

31 Dr. Salaries & Wages Exp 54,000

Cr. FICA taxes payable 4,131

Federal taxes payable 3,900

State income taxes payable 1,200

Salaries & Wages Payable 44,769

31 Dr. Payroll Tax Expense 4,131

Cr. FICA Taxes Payable 4,131

***(c) Answer:***

|  |  |
| --- | --- |
| Balance Sheet  Jan. 31, 2012 | |
| **Current Liabilities** |  |
| Notes Payable | $18,000 |
| Accounts Payable | 52,000 |
| Unearned Service Rev | 3,000 |
| Salaries & Wages Payable | 44,769 |
| FICA taxes payable | 8,262 |
| Federal taxes payable | 3,900 |
| State income taxes payable | 1,200 |
| Interest Payable | 105 |
| Sales taxes payable | 2,130 |
| Total Current Liabilities | 133,366 |