

Race to the Bottom



Fundamental theory of any design/process/product is to research towards race to the bottom including the low cost and high impact with a systematic recording of phenomena including people, artifacts, environments, events, behavior, and interactions.

Paul's Guitar Shop, Inc. Accounting Worksheet December 31, 2015										
Account	Unadjusted Trial Balance		Adjusting Journal Entries		Adjusted Trial Balance		Income Statement		Balance Sheet & Statement of Stockholder's Equity	
	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
Cash	\$ 32,800		\$ 1,000	\$ 1,000	\$ 32,800				\$ 32,800	
Accounts Receivable	300				300				300	
Prepaid Rent			1,000		1,000				1,000	
Inventory	39,800				39,800				39,800	
Leasehold Improvements	100,000				100,000				100,000	
Accumulated Depreciation				2,000		\$ 2,000				\$ 2,000
Accounts Payable		\$ 49,000				49,000				49,000
Accrued Expenses				450		450				450
Unearned Income				1,000		1,000				1,000
Long-term Liabilities		99,500				99,500				99,500
Common Stock		10,000				10,000				10,000
Dividends	1,000				1,000				1,000	
Revenues		27,800				27,800		\$ 27,800		
Cost of Goods Sold	10,200				10,200		\$ 10,200			
Depreciation Expense			2,000		2,000		2,000			
Rent Expense	500				500		500			
Supplies Expense	500				500		500			
Utilities Expense	200		200		400		400			
Wages Expense	500		250		750		750			
Interest Expense	500				500		500			
Totals	\$ 186,300	\$ (186,300)	\$ 4,450	\$ (4,450)	\$ 189,750	\$ (189,750)	\$ 14,850	\$ (27,800)	\$ 174,900	\$ (161,950)
						Net Income	\$ 12,950			\$ (12,950)
						Totals	\$ 27,800	\$ (27,800)	\$ 174,900	\$ (174,900)