

Adjusting Entries

accrual: 费用的发生早于实际的支付/收款

deferral: 实际的支付/收款早于费用的发生

Converting Assets to Expenses: deferral

Cash - Shop Supplies - Supplies Expense;

Cash - Unexpired Insurances - Insurance expense;

Cash - (Depreciation Expense) Building - Accumulated Depreciation:
Building

xxx Adjustment / Depreciation adjustment on xxx

Converting Liabilities to Revenue: deferral

Cash - Unearned Revenue - xx Revenue earned

xxx adjustment

Accruing unpaid Expense: accrual

Wages Expenses - Wage Payable - Cash

Interest Expenses - Interest Payable - Cash

Income taxes Expenses - Income Tax Payable - Cash

adjustment to accrue xxx payable

Accruing uncollected revenue

Revenue - Account Receivable - Cash

adjustment to accrue revenue

Closing Entries

Closing revenue accounts and transferring their balances to the Income Summary account

Closing expense accounts and transferring their balances to the Income Summary account

Closing Income Summary account and transferring its balance to the Retained Earning account

Closing the Dividends account and transferring its balance to the Retained Earning account