

31 Oct Tue

FOA Assignment 2

4.1 Adjustment entries of Florida Palms

Country Club for December

① Salaries expense 9600

Salaries payable 9600

② Fee receivable 1800

Fee revenue 1800

③ Unearned Membership Dues 106000

Membership Dues earned 106000

$$\textcircled{4} \quad \frac{180,000}{15} = \frac{12000}{12} = 1000$$

Depreciation exp. 1000

Accumulated for depreciation 1000

$$\textcircled{5} \quad \frac{45000}{12} = 3750$$

Loan expense 3750

Loan payable 3750

⑥ Insurance expense 650 (7800/12)

Unexpired insurance 650

⑦ Green fees receivable 4500

Green fees revenue 4500

⑧ Income Tax expense 19000

Income Tax payable 19000

4.2 Adjustment entries of Enchanted Forest for Dec

① Interest receivable 400

Interest revenue 400

② $\frac{12000}{6} = 2000$

Loan expense 2000

Loan payable 2000

③ $\frac{600000}{25} = \frac{24000}{12} = 200$

Depreciation exp 2000

Accumulated for dep 2000

④ No entry

⑤ Salaries expense 1250

Salaries payable 1250

⑥ Camper Revenue receivable 2400

Camper revenue Revenue 2400

⑦ Unearned Camper rent 900 $(\frac{5400}{6})$

Unearned Camper Revenue 900

⑧ Bus rent expense 1000 (25×40)

Bus rent payable 1000

⑨ Income Tax expense 8400

Income Tax payable 8400

4.4 Adjustment entries of Campus Theatre for Aug 2011

① Film rental expense 15200
Prepaid film rental 15200

② $\frac{168000}{240} = 700$

Depreciation expense (building) 700
Accumulated for depr (B) 700

③ $\frac{36000}{60} = 600$

Depreciation expense (F&equip) 600
Accumulated for depr (F&E) 600

④ Interest expense 1500
Notes payable 1500

⑤ Unearned admission revenue 500
Admission revenue 500

⑥ Concessions receivable 2250
Concessions revenue 2250

⑦ Salaries expense 1700
Salaries payable 1700

⑧ Income Tax expense 4200
Income Tax payable 4200

⑨ No entry

4.6 Adjusting Entries of Alpine Expeditions for Dec

① ✓ Account receivable 6400
✓ Fees revenue 6400

② ✓ Unearned client revenue 6600
✓ Earned client revenue 6600

③ ✓ Insurance expense 3000 $(\frac{36000}{12} - 3000)$
✓ Unexpired insurance 3000

④ ✓ Advertising expense 1100
✓ Prepaid advertising 1100

⑤ Supplies → 4900
Used → 2900
Unused → 6400
✓ Climbing supplies expense 2900
✓ Climbing supplies 2900

⑥ ✓ Depreciation exp (Climbing equip) 1200 $(57600/48)$
✓ Accumulated for dep (CE) 1200

⑦ ✓ Interest expense 75 $\frac{9}{12} = \frac{0.75}{100} \times 1800 = 75$

✓ Interest payable 75

⑧ ✓ Salaries exp 3100

✓ Salaries payable 3100

⑨ ✓ Income Tax expense 1250

$(14000 - 12750 = 1250)$

✓ Income Tax payable 1250

Alpine Expeditions Adjusted Trial Balance for the Year Ended
Dec 31

Title of Account	Ref	Debit	Credit
Cash		13900	
Account receivable		84400	
Unexpired insurance		15000	
Prepaid advertising		1100	
Climbing supplies		2000	
Climbing equipment		57600	
Accu. depr. (CE)			39600
Accounts payable			1250
Notes payable			10000
Interest payable			275
Income Taxes payable			2450
Unearned client revenue			3000
Capital stock			17000
Retained earnings			62400
Client revenue earned			194600
Advertising expense		8500	
Insurance expense		36000	

Rent Expense	16500	
Climbing supplies exp	11300	
Repairs expense	4800	
Depn. exp (Climbing equip)	14400	
Salaries exp	60300	
Interest exp	225	
Insurance tax exp	14000	
Fees revenue		6400
Salaries payable		3100
	340025	340025

4.7 Ken Heusly Enterprises Inc Adjusting entries for Dec 2011

① Account receivable 4400

Studio revenue 4400

② $7600 - 6900 = 700$

Supplies exp 700

Studio Supplies 700

③ Insurance expense 250 $(1500/6 = 250)$

Unexpired insurance 250

④ Studio rent expense 2000 $(6000/3 = 2000)$

Prepaid studio rent 2000

⑤ Depreciation exp (Recording equip) 1500 $(90000/60)$

Accumulated depr. 1500

⑥ Interest expense 120 $(0.09 \times 16000 = \frac{1440}{12})$

Interest payable 120

⑦ Unearned studio revenue 3600

Studio revenue earned 3600

⑧ Salaries expense 540

Salaries payable 540

⑨ Income tax expense 1700 (19600 - 17900)

Income tax payable 1700