

**Principles of Accounting I – Group Assignment – Group B**

Group Members:

1. Hirwa Kayihura Kevin 29019
2. Sheja Shalom No 29160
3. Mukayisenga jacqueline 28514
4. Mutangana Joseph 29061
5. Thierry Mugiraneza 28380
6. Asaad abdalla yhaia 28907
7. Nyamwiza Teta Ornella 28839
8. KIGENZA Shema Alvin 27952
9. Abdalla Salah Abdalla 20242103

**P3-33A**

Galant Theater Production Company General Journal			
No	Details	Debit	Credit
a	Account receivable	800	
	Service revenue		800
b	Supplies expense	1400	
	Supplies		1400
c	Insurance expense	600	
	Prepaid Insurance		600
d	Depreciation Expense	4400	
	Accumulated Depreciation		4400
e	Salary expense	300	
	Salary Payable		300
	<b>Total</b>	<b>7500</b>	<b>7500</b>

## Galant Theater Production Company Worksheet

Account	Trial Balance		Adjustment		Adjusted Trial Balance		Income statement		Balance Sheet	
	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
Cash	3900	0	0	0	3900	0			3900	0
Account receivable	6100	0	800	0	6900	0			6900	0
Supplies	1700	0	0	1400	300	0			300	0
Prepaid Insurance	2700	0	0	600	2100	0			2100	0
Equipment	25000	0	0	0	25000	0			25000	0
Accumulated Depreciation	0	8800	0	4400	0	13200			0	13200
Accounts payable	0	4000	0	0	0	4000			0	4000
Salary payable	0	0	0	300	0	300			0	300
Galant,capital	0	20300	0	0	0	20300			0	20300
Galant,drawing	30500	0	0	0	30500	0			30500	0
Service revenue	0	71000		800	0	71800	0	71800		
Depreciation expense	0	0	4400	0	4400	0	4400	0		
Supplies expense	0	0	1400	0	1400	0	1400	0		
Utilities expense	4700	0		0	4700	0	4700	0		
Salary expense	29500	0	300	0	29800	0	29800	0		
Insurance expense	0	0	600	0	600	0	600	0		
Total	104100	104100	7500	7500	109600	109600	40900	71800	68700	37800
Net Income							30900			30900
Total							71800	71800	68700	68700

Galant Theater Production Company General Journal for closing entries			
No	Details	Debit	Credit
a	Service revenue	800	
	Income summary		800
b	Income summary	40900	
	Depreciation expense		4400
	Supplies expense		1400
	Utilities expense		4700
	Salary expense		29800
	Insurance expense		600
c	Income summary	30900	
	Galant, Capital		30900
d	Galant, Capital	30500	
	Galant, Drawing		30500
	<b>Total</b>	<b>103100</b>	<b>103100</b>

Galant Theater Production Company Post Closing Trial Balance		
Account	Trial Balance	
	Debit	Credit
Cash	3900	0
Account receivable	6900	0
Supplies	300	0
Prepaid Insurance	2100	0
Equipment	25000	0
Accumulated Depreciation	0	13200
Accounts payable	0	4000
Salary payable	0	300
Galant, Capital	0	20700
<b>Total</b>	<b>38200</b>	<b>38200</b>

Galant Theater Production Company Income statement, Year ended December 31,2012		
<b>Accounts</b>		
<b>Revenue</b>		
Service revenue		71800
<b>Expenses</b>		
Salary expense	29800	
Insurance expense	600	
Depreciation expense	4400	
Utilities expense	4700	
Supplies expense	1400	
<b>Total Expenses</b>		<b>40900</b>
<b>Net Income</b>		<b>30900</b>

Galant Theater Production Company Statement of Owner's Equity, Year ended December 31,2012	
Galant,capital	20300
Net Income	30900
Galant,drawing	30500
<b>Galant,capital</b>	<b>20700</b>

Galant Theater Production Company Balance Sheet(Account Form), Year ended December 31,2012			
Assets		Liabilities	
Cash	3900	Account Payable	4000
Account receivable	6900	Salary Payable	300
Prepaid Insurance	2100		
Supplies	300		
Equipment	25000	<b>Total Liabilities</b>	<b>4300</b>
Accumulated Depreciation	13200	<b>Owner's Equity</b>	
		Galant,capital	20700
<b>Total Assets</b>	<b>25000</b>	<b>Total Liabilities + OE</b>	<b>25000</b>

Galant Theater Production Company Balance Sheet(Report Form), Year ended December 31,2012			
Assets			
<b>Current assets</b>			
Cash		3900	
Account Receivable		6900	
Prepaid Insurance		2100	
Supplies		300	
<b>Total current assets</b>			13200
<b>Fixed assets</b>			
Equipment	25000		
Acc. Depreciation	13200		
<b>Total Fixed assets</b>			11800
<b>Total assets</b>			<b>25000</b>
Liabilities			
<b>Current Liabilities</b>			
Account Payable			4000
Salary Payable			300
<b>Total Liabilities</b>			4300
Owner's Equity			
Galant,capital			20700
<b>Total Liabilities and O-E</b>			<b>25000</b>

Galant Theater Production Company Current Ratio and Debt Ratio			
Current ratio		Debt ratio	
<b>Current assets</b>		<b>Liabilities</b>	
Cash	3900	Account Payable	4000
Account Receivable	6900	Salary Payable	300
Prepaid Insurance	2100	<b>Total liabilities</b>	<b>4300</b>
Supplies	300	<b>Assets</b>	
<b>Total current assets</b>	<b>13200</b>	Cash	3900
<b>Current Liabilities</b>		Account Receivable	6900
Account Payable	4000	Prepaid Insurance	2100
Salary Payable	300	Supplies	300
<b>Total Current liabilities</b>	<b>4300</b>	Equipment	25000
		Acc. Depreciation	13200
		<b>Total assets</b>	<b>25000</b>
<b>Current ratio</b>	<b>3.069767</b>	<b>Debt ratio</b>	<b>17.20%</b>

## **P3-35A**

### **1. LEXINGTON INN COMPANY Journal entries**

No	Details	Debit	Credit
<b>a</b>	Insurance expense	1600	
	Prepaid Insurance		1600
<b>b</b>	Supplies expense	500	
	Supplies		500
<b>c</b>	Depreciation Expense	1600	
	Accumulated depreciation		1600
<b>d</b>	Salary expense	400	
	Salary Payable		400
<b>e</b>	Unearned service revenue	1000	
	Service revenue		1000
	<b>Total</b>	<b><u>5100</u></b>	<b><u>5100</u></b>

### **2. LEXINGTON INN COMPANY ledger accounts**

	Insurance expense A/C	
	Dr	Cr
<b>a</b>	1600	0
Total	1600	0
Bal	<u>1600</u>	

	Prepaid Insurance A/C	
	Dr	Cr
	2300	1600
<b>a</b>		
Total	2300	1600
Bal	<u>700</u>	

	Supplies expense A/C	
	Dr	Cr
<b>b</b>	500	0
Total	500	0
Bal	<u>500</u>	

	Supplies A/C	
	Dr	Cr
	1100	500
<b>b</b>		
Total	1100	500
Bal	<u>600</u>	

	Salary Payable A/C	
	Dr	Cr
	0	400
<b>d</b>		
	0	400
Total		
Bal		<u>400</u>

	Salary expense A/C	
	Dr	Cr
	2700	0
<b>d</b>	400	
Total	3100	0
Bal	<u>3100</u>	

	Depreciation expense A/C	
	Dr	Cr
c	1600	0
Total	1600	0
Bal	<u>1600</u>	

Service revenue A/C		
Dr	Cr	
	15600	
	1000	e
0	16600	Total
0	<u>16600</u>	Bal

Accumulated dep A/C		
Dr	Cr	
0	312500	
	1600	c
0	314100	Total
	<u>314100</u>	Bal

Unearned Service revenue A/C		
	Dr	Cr
e	1000	2400
	1000	2400
		<u>1400</u>
		Bal

	Trial Balance		Adjustments		Adjusted Trial Balance		Income statement		Balance sheet	
	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit	Debit	Credit
Cash	12100	0			12100				12100	
Account receivable	14300	0			14300				14300	
Prepaid Insurance	2300	0		1600	700				700	
Supplies	1100	0		500	600				600	
Building	411000	0			411000				411000	
Accumulated depreciation	0	312500		1600		314100				314100
Account Payable	0	1950				1950				1950
Salary Payable	0	0		400		400				400
Unearned Service revenue	0	2400	1000			1400				1400
Calvasina,capital	0	114740				114740				114740
Calvasina,drawing	2860	0			2860				2860	
Service revenue	0	15600		1000		16600		16600		
Salary expense	2700	0	400		3100		3100			
Insurance expense	0	0	1600		1600		1600			
Depreciation expense	0	0	1600		1600		1600			
Advertising expense	830	0			830		830			
Supplies expense	0	0	500		500		500			
<b>Total</b>	<b>447190</b>	<b>447190</b>	<b>5100</b>	<b>5100</b>	<b>449190</b>	<b>449190</b>	<b>7630</b>	<b>16600</b>	<b>441560</b>	<b>432590</b>
Net income										8970
Total										16600
										16600
										441560
										441560



**LEXINGTON INN COMPANY JOURNAL**  
**For closing accounts at December 31, 2012**

Closing accounts - Journal			
No	Details	Debit	Credit
1	Service revenue	16600	
	Income summary		16600
2	Income summary	7630	
	Salary expense		3100
	Insurance expense		1600
	Depreciation expense		1600
	Advertising expense		830
	Supplies expense		500
3	Income summary	8970	
	Calvasina, Capital		8970
4	Calvasina, Capital	2860	
	Calvasina drawing		2860
	<b>Total</b>	<b>36060</b>	<b>36060</b>

**LEXINGTON INN COMPANY LEDGER ACCOUNTS**  
**31, 2012**

Income summary A/C			
	Debit	Credit	
2	7630	16600	1
3	8970		
Total	16600	16600	
Bal	0		

Service revenue A/C		
	Debit	Credit
1	16600	16600
Bal	0	

Calvasina, capital A/C			
	Debit	Credit	
		114740	
4	2860	8970	3
	2860	123710	Total
		<u>120850</u>	Bal

**For closing accounts at December**

Calvasina, Drawing A/C		
Debit	Credit	
2860	2860	4
	0	Bal

Salary expense A/C		
Debit	Credit	
3100	3100	2
	0	Bal

Insurance expense A/C		
Debit	Credit	
1600	1600	2
	0	Bal

Depreciation expense A/C		
Debit	Credit	
1600	1600	2
	0	Bal

Advertising expense A/C		
Debit	Credit	
830	830	2
	0	Bal

Supplies expense A/C		
Debit	Credit	
500	500	2
	0	Bal

**LEXINGTON INN COMPANY**

**Post - closing Trial Balance At December 31, 2012**

Details	Debit	Credit
Cash	12100	
Account receivable	14300	
Prepaid Insurance	700	
Supplies	600	
Building	411000	
Accumulated depreciation		314100
Account Payable		1950
Salary Payable		400
Unearned Service revenue		1400
Calvasina, capital		120850
<b>Total</b>	<b><u>438700</u></b>	<b><u>438700</u></b>

LEXINGTON INN COMPANY		
Income statement, Year ended December 31,2012		
Accounts		
Revenue		
Service revenue		16600
Expenses		
Salary expense	3100	
Insurance expense	1600	
Depreciation expense	1600	
Advertising expense	830	
Supplies expense	500	
<b>Total Expenses</b>	<b>7630</b>	
<b>Net Income</b>	<b>8970</b>	

<b>LEXINGTON INN COMPANY</b> <b>Statement of Owner's Equity, Year ended</b> <b>December 31,2012</b>	
Calvasina, Capital	114740
Net Income	8970
Calvasina, Drawing	2860
<b>Calvasina, Capital</b>	<b>120850</b>

<b>LEXINGTON INN COMPANY</b> <b>Balance Sheet(Account Form), Year ended December 31,2012</b>			
Assets		Liabilities	
Cash	12100	Account Payable	1950
Account receivable	14300	Salary Payable	400
Prepaid Insurance	700	Unearned Service revenue	1400
Supplies	600		
Building	411000	<b>Total Liabilities</b>	<b>3750</b>
Accumulated Depreciation	314100	<b>Owner's Equity</b>	
		Calvasina, Capital	120850
<b>Total Assets</b>	<b>124600</b>	<b>Total Liabilities + OE</b>	<b>124600</b>

<b>LEXINGTON INN COMPANY</b> <b>Balance Sheet(Report Form), Year ended December</b> <b>31,2012</b>			
Assets			
<b>Current assets</b>			
Cash		12100	
Account Receivable		14300	
Prepaid Insurance		700	
Supplies		600	
<b>Total current assets</b>			27700
<b>Fixed assets</b>			
Building	411000		
Acc. Depreciation	314100		
<b>Total Fixed assets</b>			96900
<b>Total assets</b>			<b>124600</b>

<b>Liabilities</b>		
<b>Current Liabilities</b>		
Account Payable		1950
Salary Payable		400
Unearned Service revenue		1400
<b>Total Liabilities</b>		<b>3750</b>
<b>Owner's Equity</b>		
Calvasina, Capital		120850
<b>Total Liabilities and O-E</b>		<b>124600</b>

<b>LEXINGTON INN Company Current Ratio and Debt Ratio</b>			
<b>Current ratio</b>		<b>Debt ratio</b>	
<b>Current assets</b>		<b>Liabilities</b>	
Cash	12100	Account Payable	1950
Account Receivable	14300	Salary Payable	400
Prepaid Insurance	700	Unearned Service revenue	1400
Supplies	600	<b>Total liabilities</b>	<b>3750</b>
<b>Total current assets</b>	<b>27700</b>	<b>Assets</b>	
<b>Current Liabilities</b>		Cash	12100
Account Payable	1950	Account Receivable	14300
Salary Payable	400	Prepaid Insurance	700
Unearned Service revenue	1400	Supplies	600
<b>Total Current liabilities</b>	<b>3750</b>	Building	411000
		Acc. Depreciation	314100
		<b>Total assets</b>	<b>124600</b>
<b>Current ratio</b>	<b>7.386667</b>	<b>Debt ratio</b>	<b>3.01%</b>