**Chapter 6 Extra Practice**

Use the attached worksheet for this problem.

On December 31 of the current year, Copa’s Copies has the following general ledger accounts and balances. The business uses a monthly fiscal period.

|  |  |  |
| --- | --- | --- |
| **Account Titles** | **Account Balances** | |
| **Debit** | **Credit** |
| Cash | $6,800 |  |
| Petty Cash | 75 |  |
| Accounts Receivable-Burt Strog | 1,498 |  |
| Supplies | 238 |  |
| Prepaid Insurance | 325 |  |
| Accounts Payable-Janet Dae |  | $298 |
| Jabbo West, Capital |  | 7,443 |
| Jabbo West, Drawing | 1,700 |  |
| Income Summary |  |  |
| Sales |  | 4,140 |
| Advertising Expense | 456 |  |
| Insurance Expense |  |  |
| Miscellaneous Expense | 189 |  |
| Supplies Expense |  |  |
| Utilities Expense | 600 |  |

1. Prepare the heading and trial balance on a worksheet.
2. Total and rule the Trial Balance columns.
3. Separate the following adjustment information into debit and credit parts. Record the adjustments on the work sheet.

*Adjustment Information, December 31*

Supplies on hand $120

Value of prepaid insurance $225

1. Total and rule the Adjustments columns.
2. Extend the up-to-date balances to the Balance Sheet and Income Statement columns.
3. Rule a single line across the Income Statement and Balance Sheet columns. Total each column.
4. Calculate and record the net income or net loss. Label the amount in the Account Title column.
5. Total and rule the Income Statement and Balance Sheet columns.

