

4. Below is the completed worksheet for Dr. E. Santala of Cornwall, Ontario. In your Workbook, journalize the adjusting and closing entries for Dr. Santala.

| Dr. E. Santala, Dentist | | Worksheet | | | | Year Ended Dec. 31, 20-4 | | | |
|--------------------------|---------------|-----------|-------------|---------|------------------|--------------------------|---------------|----------|--|
| ACCOUNTS | TRIAL BALANCE | | ADJUSTMENTS | | INCOME STATEMENT | | BALANCE SHEET | | |
| | Dr | Cr | Dr | Cr | Dr | Cr | Dr | Cr | |
| Bank | 1306010 | | | | | | 1306010 | | |
| Accounts Receivable | 37490 - | | | | | | 37490 - | | |
| Supplies | 10350 - | | | ①7250 - | | | 3100 - | | |
| Prepaid Insurance | 5906 - | | | ②4050 - | | | 1856 - | | |
| Equipment | 6443417 | | | | | | 6443417 | | |
| Investment - Bonds | 100000 - | | | | | | 100000 - | | |
| Accounts Payable | | 3315 - | | | | | | 3315 - | |
| HST Payable | | 1050 - | | | | | | 1050 - | |
| HST Recoverable | 690 - | | | | | | 690 - | | |
| E. Santala, Capital | | 26431577 | | | | | | 26431577 | |
| E. Santala, Drawings | 80000 - | | | | | | 80000 - | | |
| Fees Earned | | 220374 - | | | | 220374 - | | | |
| Interest Earned | | 7500 - | | ③2500 - | | 10000 - | | | |
| Bank Charges Expense | 170 - | | | | 170 - | | | | |
| Miscellaneous Expense | 143650 | | | | 143650 | | | | |
| Rent Expense | 30000 - | | | | 30000 - | | | | |
| Telephone Expense | 2759 - | | | | 2759 - | | | | |
| Utilities Expense | 2957 - | | | | 2957 - | | | | |
| Wages & Salaries Expense | 147302 - | | | | 147302 - | | | | |
| | 49655477 | 49655477 | | | | | | | |
| Supplies Expense | | | ①7250 - | | 7250 - | | | | |
| Insurance Expense | | | ②4050 - | | 4050 - | | | | |
| Bond Interest Receivable | | | ③2500 - | | | | 2500 - | | |
| | | | 13800 - | 13800 - | 19592450 | 230374 - | 30313027 | 26868077 | |
| Net Income | | | | | 3444950 | | | 3444950 | |
| | | | | | 230374 - | 230374 - | 30313027 | 30313027 | |

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1. Explain why there are two adjustments to the supplies account
2. Journalize the adjusting and closing entries in the general journal
3. Post the adjusting and closing entries in a general ledger

| Golden Tresses Hairstylists | | Worksheet | | | | Year Ended Dec. 31, 20-6 | | | |
|-----------------------------|---------------|-----------|-------------|---------|------------------|--------------------------|---------------|--------|--|
| ACCOUNTS | TRIAL BALANCE | | ADJUSTMENTS | | INCOME STATEMENT | | BALANCE SHEET | | |
| | Dr | Cr | Dr | Cr | Dr | Cr | Dr | Cr | |
| Bank | 790- | | | | | | 790- | | |
| Supplies | 2755- | | ① 800- | ② 1055- | | | 2500- | | |
| Prepaid Insurance | 2450- | | | ③ 1625- | | | 825- | | |
| Equipment | 17005- | | | | | | 17005- | | |
| Accounts Payable | | 1075- | | ① 800- | | | | 1875- | |
| HST Payable | | 580- | | | | | | 580- | |
| HST Recoverable | 365- | | | | | | 365- | | |
| R. Tompko, Capital | | 9342- | | | | | | 9342- | |
| R. Tompko, Drawings | 42000- | | | | | | 42000- | | |
| Revenue | | 98370- | | | | 98370- | | | |
| Advertising Expense | 1200- | | | | 1200- | | | | |
| Bank Charges | 96- | | | | 96- | | | | |
| Supplies Expense | 6950- | | ② 1055- | | 8005- | | | | |
| Miscellaneous Expense | 1902- | | | | 1902- | | | | |
| Rent Expense | 6000- | | | | 6000- | | | | |
| Utilities Expense | 2104- | | | | 2104- | | | | |
| Wages Expense | 25750- | | | | 25750- | | | | |
| | 109367- | 109367- | | | | | | | |
| Insurance Expense | | | ③ 1625- | | 1625- | | | | |
| | | | 3480- | 3480- | 46682- | 98370- | 63485- | 11797- | |
| Net Income | | | | | 51688- | | | 51688- | |
| | | | | | 98370- | 98370- | 63485- | 63485- | |