

(BTB1) Beginning Trial Balance for a Sole Proprietorship

RS Company			
Trial Balance as of December 1			
G/L Account Number		DR	CR
1100	Cash	1,500	
1200	Marketable Securities	77,500	
1300	Accounts Receivable	10,000	
1400	Inventory *	9,500	
1500	Supplies	3,000	
1800	Equipment (net)	11,500	
2100	Accounts Payable		7,000
2700	Notes Payable		9,500
3000	R. Stone, Capital		85,000
3600	R. Stone, Drawing	5,000	
4000	Sales		44,000
5000	Cost of Goods Sold *	4,000	
6100	Rent Expense	6,000	
6200	Utilities Expense	4,000	
6300	Interest Expense	1,500	
6400	Salary Expense	11,000	
6850	Miscellaneous Expense	1,000	
	Total Debits/Credits	145,500	145,500

* Note that these accounts are included in the trial balance, but they are not used in any transactions in the service company version of the game. Students must include these accounts in the ending trial balance in order to balance.

(BTB2) Beginning Trial Balance for a Corporation

RS Corporation			
Trial Balance as of December 1			
G/L Account Number		DR	CR
1100	Cash	1,500	
1200	Marketable Securities	77,500	
1300	Accounts Receivable	10,000	
1400	Inventory *	9,500	
1500	Supplies	3,000	
1800	Equipment (net)	11,500	
2100	Accounts Payable		7,000
2700	Notes Payable		9,500
3000	Common Stock, par \$1		25,000
3100	Additional Paid in Capital		30,000
3500	Retained Earnings		25,000
4000	Sales		44,000
5000	Cost of Goods Sold *	4,000	
6100	Rent Expense	6,000	
6200	Utilities Expense	4,000	
6300	Interest Expense	1,500	
6400	Salary Expense	11,000	
6850	Miscellaneous Expense	1,000	
	Total Debits/Credits	140,500	140,500

* Note that these accounts are included in the trial balance, but they are not used in any transactions in the service company version of the game. Students must include these accounts in the ending trial balance in order to balance.

(TMF) Transactions for a Merchandising Firm

- O-1 Purchased inventory on account from Richards, 15 units at \$23 per unit
- O-2 Purchased supplies on account from Office Max \$400
- O-3 Sold 10 units for cash at \$35 per unit. The cost of goods sold is \$20 per unit
- O-4 Paid salary expense \$150 cash
- O-5 Received \$300 cash from McCartney on account
- O-6 Sold 8 units on account to Lennon for \$37.50 per unit. The cost of goods sold is \$20 per unit
- O-7 Purchased inventory for cash, 12 units at \$25 per unit
- O-8 Purchased supplies for cash \$100
- O-9 Paid rent for the month \$500 cash
- O-10 Paid Office Max \$125 on account
- O-11 Purchased inventory on account from Watts, 10 units at \$26 per unit
- O-12 Paid interest to the bank \$60 cash
- O-13 Received \$350 cash from Starr on account
- O-14 Sold 5 units for cash at \$38 cash per unit. The cost of goods sold is \$20 per unit.
- O-15 Paid Taylor \$200 cash on account
- O-16 Received \$150 cash from Harrison on account
- O-17 Purchased supplies for cash for \$225
- O-18 Sold 8 units on account to Harrison for \$40 per unit. The cost of goods sold is \$20 per unit.
- O-19 Purchased inventory on account from Taylor, 5 units at \$27 per unit
- O-20 Paid utilities expense \$225 cash
- O-21 Received \$175 cash from McCartney on account
- O-22 Paid bank fees \$25 cash
- O-23 Paid insurance premium for the next 12 months \$400 cash
- O-24 Received interest of \$200 cash from bonds held as an investment

- I-1 Purchased equipment with a note payable \$800
- I-2 Purchased furniture and fixtures for cash \$200
- I-3 Sold equipment for cash \$300. The book value of the equipment was \$200
- I-4 Purchased bonds as an investment for cash \$250

USE THE SET OF FINANCING TRANSACTIONS BELOW THAT MATCH THE BUSINESS TYPE THAT YOU ARE USING FOR THE GAME

Financing transactions for a corporation

- F-1 Issued 200 shares of Common Stock for \$3 per share, \$600 total cash received
- F-2 Purchased 50 shares of Treasury Stock for \$2.50 per share cash
- F-3 Declared and paid cash dividends of \$400

Financing transactions for a sole proprietorship

- F-1 Owner invests \$600 cash in the business
- F-2 Owner invests \$300 cash in the business
- F-3 Owner withdraws \$200 cash for personal use