



**TRIAL BALANCE**

Cash.....	\$10,000.00
Accounts Receivable .....	2,000.00
Supplies .....	3,000.00
Prepaid Insurance .....	1,500.00
Equipment .....	14,000.00
Accumulated Depreciation – Equipment .....	500.00
Accounts Payable.....	2,500.00
Wages Payable .....	750.00
Unearned Fees.....	2,250.00
John Doe, Capital .....	15,000.00
John Doe, Drawing .....	500.00
Fees Earned.....	14,000.00
Depreciation Expense .....	250.00
Insurance Expense.....	750.00
Supplies Expense.....	2,000.00
Wages Expense .....	1,000.00

Note: the trial balance above does NOT indicate whether each amount is a debit or credit – assume each account has a NORMAL BALANCE.

**ADJUSTING ENTRIES**

1. Completed inventory and found that the amount of supplies on hand at the end of month was \$500, meaning that \$2,500 of supplies had been used during the period.
2. Recorded the adjusting entry for one month of the insurance policy that has been used, \$200.
3. Recorded the adjusting entry for one month of depreciation on the equipment purchased, \$100.
4. As of the end of the month, employees had earned \$400 in wages that will not be paid until next month. Record the adjusting entry to reflect these wages that are owed but not yet paid.