

T-Accounts

In the T-accounts, the asterisk (*) indicates the balance in the account at January 30 (the Sunday closest to the end of the month) after the investing and financing transactions in Chapter 2. The transactions in January from this chapter are referenced (A) through (O).

ASSETS

Cash	
Debit (Inc.)	Credit (Dec.)
(A) 33,740	(D) 50
(E) 12,000	(E) 60
(C) 30	(F) 12,600
(L) 2,800	(G) 2,800
	(H) 80
	(K) 4,600
	(M) 2,500
	(N) 600
End. Bal. 34,280	
Marketable Securities	
Debit (Inc.)	Credit (Dec.)
* 37,200	
End. Bal. 37,200	
Receivables	
Debit (Inc.)	Credit (Dec.)
(B) 1,300	
	500
End. Bal. 1,800	
Inventory	
Debit (Inc.)	Credit (Dec.)
(H) 2,870	
	120
End. Bal. 2,990	
Prepaid Expenses	
Debit (Inc.)	Credit (Dec.)
* 1,500	
(F) 12,600	
(N) 600	
End. Bal. 14,700	
Property and Equipment	
Debit (Inc.)	Credit (Dec.)
* 129,550	
End. Bal. 129,550	
Other Assets	
Debit (Inc.)	Credit (Dec.)
* 3,200	
End. Bal. 3,200	

LIABILITIES

Notes Payable	
Debit (Dec.)	Credit (Inc.)
	* 1,200
	End. Bal. 1,200
Accounts Payable	
Debit (Dec.)	Credit (Inc.)
	* 4,760
	(H) 40
	(J) 2,100
	(O)
	End. Bal. 7,030
Accrued Expenses Payable	
Debit (Dec.)	Credit (Inc.)
	* 18,400
	End. Bal. 18,400
Dividends Payable	
Debit (Dec.)	Credit (Inc.)
	* 2,700
	(I) 2,000
	End. Bal. 4,700
Income Taxes Payable	
Debit (Dec.)	Credit (Inc.)
(K) 4,600	* 4,600
	End. Bal. 0
Deferred Income	
Debit (Dec.)	Credit (Inc.)
	* 400
	(C) 30
	End. Bal. 430
Deferred Income Taxes	
Debit (Dec.)	Credit (Inc.)
	* 18,100
	End. Bal. 18,100

STOCKHOLDERS' EQUITY

Contributed Capital		Retained Earnings	
Debit (Dec.)	Credit (Inc.)	Debit (Dec.)	Credit (Inc.)
	* 29,900		* 129,300
	End. Bal. 29,900		End. Bal.
DIVIDENDS			
Dividends Declared			
Debit (Inc.)	Credit (Dec.)		
* 0			
(I) 2,000			
End. Bal. 2,000			
EXPENSES			
Cost of Food and Paper Products			
Debit (Inc.)	Credit (Dec.)		
* 0			
(J) 2,100			
End. Bal. 2,100			
Wages Expense			
Debit (Inc.)	Credit (Dec.)		
* 0			
(G) 2,800			
(M) 2,500			
End. Bal. 5,300			
Utilities Expense			
Debit (Inc.)	Credit (Dec.)		
* 0			
(E) 60			
(O)			
End. Bal. 190			
Repair Expense			
Debit (Inc.)	Credit (Dec.)		
* 0			
(D) 50			
End. Bal. 50			
REVENUES			
Restaurant Sales Revenue			
Debit (Dec.)	Credit (Inc.)		
	* 12,000		
	(A)		
	(L)		
	End. Bal. 23,800		
Franchise Related Income			
Debit (Dec.)	Credit (Inc.)		
	* 500		
	(B)		
	End. Bal. 500		