Name .... Last Name .... Your score = | |

Student ID | | | | | | | | | | | Total score = 10 points

END OF ACCTG PERIOD

AC 201 Fundamental Accounting
Quiz 4A

Country Cabin adjusts its accounts every month. For each of the numbered paragraphs, prepare the necessary adjusting entry for the month of January 2012 (You do **NOT** need to either write an explanation or categorize each account as an A, L, SE, R, or E).

1. Faculty of Economics, Thammasat University, used Country Cabin for its annual staff meeting on January 28, 2012. At January 31, 2012, the $2,200 owed by the Faculty had not yet been recorded or billed.

Date	Account Titles and Explanation	Debit	Credit
JAN 31, 2012	ACCOUNTS RECEIVABLE	2,200	
	REVENUE / RENTAL INCOME / RENTAL REVENUE		2,200

2. Depreciation of the cabin houses is based on the estimated life of 15 years. The carts had originally been purchased for $225,000.

cost of use $= \frac{225,000}{15 \times 12} = \frac{225,000}{180} = 1,250$

Date	Account Titles and Explanation	Debit	Credit
JAN 31, 2012	DEPRECIATION EXPENSE	1,250	
	ACCUMULATED DEPRECIATION		1,250

3. On October 1, 2011, the company received membership fees from various customers in the total amount of $81,600. These are for a 12-month period starting from October 1, 2011. All related adjustments have been properly made to all related accounts up until December 31, 2011.

$\frac{81,600}{12} = 6,800$

Date	Account Titles and Explanation	Debit	Credit
JAN 31, 2012	UNEARNED MEMBERSHIP FEE	6,800	
	MEMBERSHIP REVENUE		6,800

4. Salaries earned by employees in the amount of $9,600 have not yet been recorded or paid at the end of January 2012.

Date	Account Titles and Explanation	Debit	Credit
JAN 31, 2012	SALARY EXPENSE	9,600	
	ACCRUED SALARY / SALARY PAYABLE		9,600

5. A one-year property insurance policy had been purchases by cash on August 1, 2011. The entire premium of $7,200 was initially recorded as Prepaid Insurance.

$\frac{7,200}{12} = 600$

Date	Account Titles and Explanation	Debit	Credit
JAN 31, 2012	INSURANCE EXPENSE	600	
	PREPAID INSURANCE		600

6. Unrecorded income taxes expense for January 2012 amounts to $16,540. This amount has not been recorded as of January 31, 2012 as it will not be paid until February 15, 2012.

Date	Account Titles and Explanation	Debit	Credit
JAN 31, 2012	INCOME TAX EXPENSE	16,540	
	INCOME TAX PAYABLE		16,540