

THE DOUBLE-ENTRY FRAMEWORK

EXERCISE: The following transactions (BT's) were completed by Shirley Jones, a business consultant. Analyze each transaction carefully and enter the amounts in the proper DEBIT and CREDIT positions in the T accounts at the right.

No.	TRANSACTION	EXERCISE	
1	Received \$1,100 in cash for consulting services rendered	<u>CASH</u> . 1,100	<u>PRO FEES</u> . 1,100
2	Paid 1 month's rent <u>in advance</u> \$450	<u>CASH</u> . 450	<u>Rent Exp</u> . 450
3	Bought Office Supplies from Devaney Supply Co. <u>On Account</u> \$240.	<u>Office Supplies</u> . 240	<u>Accounts Payable</u> . 240
4	Paid Gas & Electric Bill \$74	<u>CASH</u> . 	<u>Gas & Electric Exp</u> .
5	Paid \$550 Cash for new PC	<u>CASH</u> . 550	<u>Office Equipment</u> . 550
6	Paid Devaney Supply Co. \$120 <u>On Account</u>	<u>CASH</u> . 	<u>Accounts Payable</u> .
7	Received \$700 in Cash for Consulting Services rendered	<u>CASH</u> . 	<u>PRO FEES</u> .
8	Paid telephone bill \$63	<u>CASH</u> . 	<u>Telephone Exp</u> .
9	Paid \$150 for Advertising	<u>CASH</u> . 	<u>Advertising Exp</u> .
10	Paid Admin semimonthly Salary \$500	<u>CASH</u> . 	<u>Salary Exp</u> .
11	Paid Travel expenses \$136	<u>CASH</u> . 	<u>Travel Exp</u> .
12	Received \$2,000 in Cash for consulting services rendered	<u>CASH</u> . 	<u>PRO FEES</u> .