**Problem 7-1A (30 minutes)**

|  |  |  |  |
| --- | --- | --- | --- |
| **June 4** | **Accounts Receivable—N. Morris** | **650** |  |
|  | **Sales** |  | **650** |
|  | ***To record sales on credit.*** |  |  |
|  |  |  |  |
| **4** | **Cost of Goods Sold** | **400** |  |
|  | **Merchandise Inventory** |  | **400** |
|  | ***To record cost of sales.*** |  |  |
|  |  |  |  |
| **5** | **Cash** | **6,693** |  |
|  | **Credit card expense\*** | **207** |  |
|  | **Sales** |  | **6,900** |
|  | ***To record credit card sales less fee. \*($6,900 x .03)*** |  |  |
|  |  |  |  |
| **5** | **Cost of Goods Sold** | **4,200** |  |
|  | **Merchandise Inventory** |  | **4,200** |
|  | ***To record cost of sales.*** |  |  |
|  |  |  |  |
| **6** | **Accounts Receivable—Access** | **5,733** |  |
|  | **Credit card expense\*** | **117** |  |
|  | **Sales** |  | **5,850** |
|  | ***To record credit card sales less fee. \*($5,850 x .02)*** | |  |
|  |  |  |  |
| **6** | **Cost of Goods Sold** | **3,800** |  |
|  | **Merchandise Inventory** |  | **3,800** |
|  | ***To record cost of sales.*** |  |  |
|  |  |  |  |
| **8** | **Accounts Receivable—Access** | **4,263** |  |
|  | **Credit card expense\*** | **87** |  |
|  | **Sales** |  | **4,350** |
|  | ***To record credit card sales less fee. \*($4,350 x .02)*** | |  |
|  |  |  |  |
| **8** | **Cost of Goods Sold** | **2,900** |  |
|  | **Merchandise Inventory** |  | **2,900** |
|  | ***To record cost of sales.*** |  |  |
|  |  |  |  |
| **10** | **No journal entry required.** |  |  |
|  |  |  |  |
| **13** | **Allowance for Doubtful Accounts** | **429** |  |
|  | **Accounts Receivable—A. McKee** |  | **429** |
|  | ***To write off account due.*** |  |  |
|  |  |  |  |
| **17** | **Cash** | **9,996** |  |
|  | **Accounts Receivable—Access** |  | **9,996** |
|  | ***To record cash received from credit card co. ($5,733+$4,263)*** | | |
|  |  |  |  |
| **18** | **Cash** | **637** |  |
|  | **Sales Discounts\*** | **13** |  |
|  | **Accounts Receivable—N. Morris** |  | **650** |
|  | ***To record cash received less discount. \*($650 x .02)*** |  |  |