

Name _____

Journal entries

Exercise – Journal Entries using Source Documents with Sales Taxes

Journalize the following transactions for the month of July 2014 for ABC Hair Salon using the account names most commonly employed in this class:

1 Sales invoice #101, \$300 plus sales taxes for sale of shampoos

A/R dr 339

..... Sales cr 300

..... HST Payable cr 39

Sales invoice #101

5 Cash receipts daily summary - cheque received for full payment of sales invoice #101 above

Bank dr 339

..... A/R cr 339

Cash receipts daily summary

7 Cash sales slip #201, \$150 plus sales taxes for hair styling services

Bank dr 169.50

..... Fees Earned cr 150

..... HST Payable cr 19.50

Cash sales slip #201

9 POS summary, \$1500 plus sales taxes for daily currency, debit card and credit card sales of combs

Bank dr 1695

..... Sales cr 1500

..... HST Payable cr 195

POS summary

14 Purchase invoice #301, \$500 plus sales taxes for purchase of store supplies from Staples

Supplies dr 500
HST Recoverable dr 65
..... A/P – Staples cr 565
Purchase invoice #301

19 Cheque copy #901, for full payment of purchase invoice #301 above

A/P dr 565
..... Bank cr 565
Cheque copy #901

21 Cheque copy #902, \$1000 to owner H. Styles for personal use

H. Styles, Drawings dr 1000
.....Bank cr 1000
Cheque coy #902

23 Online banking receipt #903, \$55 plus sales taxes for cash payment of hydro bill

Hydro Expense dr 55
HST Recoverable dr 7.15
..... Bank cr 62.15
Online banking receipt #903

25 Credit card receipt (VISA) #904, \$90 plus sales taxes for purchase of store furniture

Store Furniture dr 90
HST Recoverable dr 11.70

..... A/P – VISA cr 101.70

Credit card receipt #904

27 Written memo from owner H. Styles indicating removal of store furniture valued at \$240 for personal use

H. Styles, Drawings dr 240

..... Store Furniture cr 240

Written memo

28 Bank debit memo, \$12 (tax exempt) for monthly bank service charges

Bank Service Charges (expense) dr 12

..... Bank cr 12

Bank debit memo

30 Bank credit memo, \$75 for monthly investment interest earned

Bank dr 75

... Interest Earned (revenue) cr 75

Bank credit memo

31 Online banking receipt # 905 to Receiver General of Canada, \$800 for monthly remittance of net HST Payable (HST Payable \$1400, HST Recoverable \$600)

HST Payable dr 1400

..... HST Recoverable cr 600

..... Bank cr 800

Online banking receipt #905

General Journal Sheet					
CLIENT: ABC Hair Salon					
TRANS NO.	DATE (DD/MM/YY)	PARTICULARS	ACCOUNT NUMBER	DEBIT	CREDIT
A/R	01/07/14	Sales invoice for sale of shampoos			
Bank dr	05/07/14	Cash receipts daily summary sales invoice #101			
Bank dr	07/07/14	Cash sales slip #201			
Bank dr	09/07/14	POS summary			
HST Payable cr					
Sales cr					
Supplies dr	14/07/14	Purchase invoice #301			
HST Recoverable dr					
A/P - Staples cr					
A/P dr	19/07/14	Cheque copy #901			
H. Styles, Drawings dr	21/07/14	cheque copy #902			
Hydro Expense dr	23/07/14	Online banking receipt #903,			
HST Recoverable dr					
Bank cr					
Store Furniture dr	25/07/14	Credit card receipt (VISA) #904			
HST Recoverable dr					
A/P - VISA cr					
H. Styles, Drawings dr	27/07/14	Written memo from owner H. Styles			
Store Furniture cr					
Bank Service Charges (expense) dr	28/07/14	monthly bank service charges			
Bank cr					
Bank dr	30/07/14	monthly investment interest earned			
Interest Eamed (revenue) cr					
HST Payable dr	31/07/14	Online banking receipt # 905			
HST Recoverable cr					
Bank cr					