

Kafa Sweaters, CS Solution

All Journal Entries Dec 31, 2025 to Dec 31, 2025

		Account Number	Account Description	Debits	Credits
Dec 31, 2025	J1	Dec-Adj-1, Estimated	Bank Service Fees per N. Kafa		
		5510	Bank Charges Expense	33.00	-
			Estimated Bank Service Fees		
		2231	Accrued Liabilities	-	33.00
			Estimated Bank Service Fees		
Dec 31, 2025	J2	Dec-Adj-2, Office Supplies Used			
		5260	Office Supplies Expense	380.00	-
			Office Supplies Used		
		1270	Prepaid Office Supplies On Hand	-	380.00
			Office Supplies Used		
Dec 31, 2025	J3	Dec-Adj-3, Expired Insurance			
		5540	Insurance Expense	300.00	-
			Nov 15 - Dec 31 expired insurance		
		1300	Prepaid Insurance	-	300.00
			Nov 15 - Dec 31 expired insura...		
Dec 31, 2025	J4	Dec-Adj-4, Monthly expenses accrued			
		5330	Telephone Expense	260.00	-
		5410	Water/Hydro Expense	340.00	-
		5550	Automobile Expense	90.00	-
		2360	HST Paid on Purchases	89.70	-
		2231	Accrued Liabilities	-	779.70
			Accrued monthly expenses		
Dec 31, 2025	J5	Dec-Adj-5, Accrued Loan Interest			
		5530	Bank Interest on Loan Expense	140.00	-
			Dec. loan interest		
		2231	Accrued Liabilities	-	140.00
			Dec. loan interest		
Dec 31, 2025	J6	Dec-Adj-6, Accrue wages owing			
		5120	Wages Expense	1,809.00	-
			Dec 26 - 31 wages accrued		
		2220	Wages Payable	-	1,809.00
			Dec 26 - 31 wages accrued		
Dec 31, 2025	J7	Dec-Adj-7, Capital Assets Depreciation			
		5350	Depreciation Expense-All	11,915.00	-
			Annual Depreciation		
		1520	Accum. Deprec. Equipment	-	8,813.00
			Annual Depreciation		
		1540	Accum. Deprec. Furniture	-	3,102.00
			Annual Depreciation		
Dec 31, 2025	J8	Dec-Adj-8, Estimated Bad Debts			
		5360	Bad Debts Expense	3,555.00	-

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		Account Number	Account Description	Debits	Credits
		1210	Update allowance for bad debts		
			Allowance for Doubtful Accounts	-	3,555.00
			Update allowance for bad debts		
Dec 31, 2025	J9	Dec-Adj-9, Adjust inventory to count			
		5070	Inventory Adjustments	60.00	-
		1260	Inventory of Goods	-	60.00
				<u>18,971.70</u>	<u>18,971.70</u>

Discovery Community College - Sage 50 2017

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Income Statement Jan 01, 2025 to Dec 31, 2025

REVENUE**Sales Revenue**

Sales-All	327,600.00
Sales Returns	-3,980.00
Sales Discounts	-5,725.00

Sales: Net 317,895.00

Other Revenue

Handling Fee	0.00
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Other Revenue Total 0.00

TOTAL REVENUE 317,895.00

EXPENSE**Cost of Goods Sold**

Cost of Goods Sold	123,470.00
Purchase Discounts	-1,942.00
Inventory Adjustments	60.00

Total Cost of Goods Sold 121,588.00

Store Expenses

Rent Expense	24,000.00
Wages Expense	88,109.00
EI Expense	3,452.00
CPP Expense	3,193.00
Office Supplies Expense	2,420.00
Telephone Expense	3,980.00
Advertising Expense	15,137.00
Depreciation Expense-All	11,915.00
Bad Debts Expense	5,993.00

Total Store Expenses 158,199.00

Other Expenses

Water/Hydro Expense	4,908.00
Bank Charges Expense	1,413.00
Bank Interest on Loan Expense	1,680.00
Insurance Expense	2,400.00
Automobile Expense	2,900.00
Automobile Lease	3,840.00

Total Other Expenses 17,141.00

TOTAL EXPENSE 296,928.00

NET INCOME 20,967.00