Unit 3 Module 3 - Preparing a Post-Closing Trial Balance

Standard: Prepare trial balance, journalize and post adjusting and closing entries.

Learning objective (Student can):

A. Define accounting terms related to adjusting and closing entries for a sole proprietorship
B. Identify accounting concepts and practices related to adjusting and closing entries for a sole proprietorship
C. Record adjusting entries for a service business organized as a sole proprietorship
D. Record closing entries for a sole proprietorship.

Direct instruction (I DO):

1. The teacher will review how to journal and post adjusting and closing entries:

2. The teacher will explain that once all temporary accounts are closed in the General Ledger, the teacher will need to explain how to use the remaining balances in the Ledger's open accounts to create the Post-Closing Trial Balance.

Darlene's Delivery Service

Post-Closing Trial Balance

July 31, 20 – –

ACCOUNT TITLE	DEBIT	CREDIT
Cash	7350 00	
Accounts Receivable—Romelle Woods	372 00	
Accounts Receivable—Wyatt Ames	88 00	
Supplies	250 00	
Prepaid Insurance	900 00	
Accounts Payable—Colin Gas		975 00
Accounts Payable—Grand Uniforms		212 00
Darlene Wong, Capital		7773 00
Totals	8960 00	8960 00

Image sourced from:
South-Western CENGAGE Learning. Working Papers, Chs.1-16, Multicolumn Journal, Century 21 Accounting, 9E

Group instruction (WE DO):

1. The teacher will demonstrate how to format and create the Post-Closing Trial Balance..

Resource:

Unavailable at this time

Individual work (YOU DO):

1. Students will demonstrate their understanding of the material by individually completing a similar exercise:

Resource:

Unavailable at this time