

## Complete the following case.

On October 1, the Courtland Cougars Hockey Team, owned by J. Lambert, had the following accounts, some with balances and some without: Cash \$12 000; Accounts Receivable/Stokes Dept. Stores; Equipment \$4000; Bus \$15 000; Accounts Payable/Klamath Motors \$5300; J. Lambert, Capital \$25 700; Ticket Sales; Players' Salaries Expense; Bus Maintenance Expense; Arena Rental Expense; Advertising Expense.

- (a) Set up the general ledger for the hockey team on October 1, and record the transactions given below for the month of October.
- (b) On October 31, balance the accounts and prepare a trial balance, an income statement for the month, and a balance sheet.

- Oct. 2 Received \$120 000 cash from sales of season tickets.  
4 Purchased equipment for \$3000 cash.  
8 Received a \$250 bill from Klamath Motors for repairs to the team bus.  
9 Issued a bill for \$2100 to Stokes Department Stores, which bought 500 tickets for the team's opening home game. (The tickets will be used for promotional purposes.)  
10 Paid a \$350 rental fee for use of the arena for the last two weeks' practice.  
14 Issued cheques for \$10 400 to pay the players' salaries for the past two weeks.  
16 Paid \$350 cash to KCV TV for advertising the first home game on October 26.  
17 Paid \$470 to the *Daily Reporter* for advertising.  
20 The week's sale of tickets for the opening game brought in \$3500 in cash.  
24 Paid \$50 cash for gas and oil for the bus on the first away-from-home game.  
26 Received a further \$8700 cash for ticket sales on the opening game.  
28 Paid \$2100 cash to the arena for the last two week's rent.  
29 Issued cheques for \$9800 to pay the players' salaries for the rest of the month.

\*Don't forget to use an 'expanded equity' section on your balance sheet!\*

T-accounts

Countdown Congress Hockey Team.

<u>CASH</u>	
12000	

<u>AR- Stokes Dept</u>	

<u>Equipm ENT</u>	
4000	

<u>Bus</u>	
15000	

<u>A/P- Klamen Mtr.</u>	
	5300

<u>J. Lambert - Capital</u>	
	25700

<u>Ticket Sales Revenue</u>	

<u>Player Salary Exp</u>	

<u>Bus. MAINT. EXP.</u>	

<u>ARENA RENTAL EXP.</u>	

<u>ADVERTISING EXP.</u>	






