

9-2 APPLICATION PROBLEM

Journalizing cash payments using a cash payments journal

Second Base is a sports equipment store that sells discontinued and damaged items.

Instructions:

Journalize the following transactions completed during November of the current year. Use page 22 of the cash payments journal given below. Source documents are abbreviated as follows: check, C; purchase invoice, P.

Transactions:

- Nov. 1. Paid cash for telephone bill, \$96.00. C241.
- 4. Paid cash on account to The Pro Shop, \$1,250.00, covering P367, less 2% discount. C242.
- 6. Paid cash for advertising, \$75.00. C243.
- 9. Paid cash on account to Athletic Center, \$925.00, covering P362. No cash discount was offered. C244.
- 11. Paid cash for office supplies, \$50.00. C245.
- 13. Paid cash to Tennis City for merchandise with a list price of \$1,850.00, less a 50% trade discount. C246.
- 18. Paid cash for store supplies, \$125.00. C247.
- 21. Purchased merchandise for cash from Trevor Industries, \$250.00. C248.
- 23. Purchased merchandise for cash from Paris Mfg. Co., \$750.00, less a 60% trade discount. C249.
- 25. Paid cash on account to Best Clothing, \$925.00, covering P363. No cash discount was ordered. C250.
- 27. Paid cash on account to Trophy Sports, \$2,100.00, covering P373, less 2% discount. C251.